

# DEPARTMENT OF TRANSPORTATION

## OFFICE OF THE SECRETARY

### Federal Funds

#### General and special funds:

#### SALARIES AND EXPENSES

*For necessary expenses of the Office of the Secretary, \$108,931,000: Provided, That not to exceed \$60,000 shall be for allocation within the Department for official reception and representation expenses as the Secretary may determine: Provided further, That notwithstanding any other provision of law, excluding fees authorized in Public Law 107-71, there may be credited to this appropriation up to \$2,500,000 in funds received in user fees.*

*Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.*

#### Program and Financing (in millions of dollars)

Identification code 69-0102-0-1-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 General administration .....	46	73	109
00.02 Minority Business Bonding .....	6	6	.....
01.00 Subtotal Direct Obligations .....	52	79	109
09.01 Reimbursable program .....	3	12	12
10.00 Total new obligations .....	55	91	121

<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	10	9
22.00 New budget authority (gross) .....	54	84	121
22.10 Resources available from recoveries of prior year obligations .....	12	6	.....
22.21 Unobligated balance transferred to other accounts .....	.....	.....	-9
23.90 Total budgetary resources available for obligation	67	100	121
23.95 Total new obligations .....	-55	-91	-121
23.98 Unobligated balance expiring or withdrawn .....	-2	.....	.....
24.40 Unobligated balance carried forward, end of year .....	10	9	.....

<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	48	72	109
40.35 Appropriation rescinded .....	-1	.....	.....
43.00 Appropriation (total discretionary) .....	47	72	109
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	3	12	12
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	4	.....	.....
68.90 Spending authority from offsetting collections (total discretionary) .....	7	12	12
70.00 Total new budget authority (gross) .....	54	84	121

<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	5	12	12
73.10 Total new obligations .....	55	91	121
73.20 Total outlays (gross) .....	-40	-85	-118
73.45 Recoveries of prior year obligations .....	-12	-6	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-4	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired) .....	8	.....	.....
74.40 Obligated balance, end of year .....	12	12	15

<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	34	77	110
86.93 Outlays from discretionary balances .....	6	8	8
87.00 Total outlays (gross) .....	40	85	118

#### Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-8	-12	-12
88.40 Non-Federal sources .....	-3	.....	.....
88.90 Total, offsetting collections (cash) .....	-11	-12	-12
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-4	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	8	.....	.....

#### Net budget authority and outlays:

89.00 Budget authority .....	47	72	109
90.00 Outlays .....	31	73	106

#### Additional net budget authority and outlays to cover cost of fully accruing retirement:

99.00 Budget authority .....	4	4	4
99.01 Outlays .....	4	4	4

*General administration.—This appropriation finances the costs of policy development and central supervisory and coordinating functions necessary for the overall planning and direction of the Department. It covers the immediate secretarial offices as well as those of the assistant secretaries and the general counsel. The Office of the Secretary will be among those Federal offices transferring personnel to the new Department of Homeland Security.*

#### Object Classification (in millions of dollars)

Identification code 69-0102-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	31	36	43
11.3 Other than full-time permanent .....	3	4	4
11.9 Total personnel compensation .....	34	40	47
12.1 Civilian personnel benefits .....	7	9	10
21.0 Travel and transportation of persons .....	1	1	1
23.1 Rental payments to GSA .....	9	9	9
25.2 Other services .....	20	41	41
31.0 Equipment .....	.....	.....	1
99.0 Direct obligations .....	51	79	109
99.0 Reimbursable obligations .....	4	12	12
99.9 Total new obligations .....	55	91	121

#### Personnel Summary

Identification code 69-0102-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	441	467	480
<b>Reimbursable:</b>			

### OFFICE OF CIVIL RIGHTS

*For necessary expenses of the Office of Civil Rights, \$8,569,000.*

*Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.*

#### Program and Financing (in millions of dollars)

Identification code 69-0118-0-1-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	8	9	9
09.01 Reimbursable program .....	.....	2	2

**General and special funds—Continued**

**OFFICE OF CIVIL RIGHTS—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 69-0118-0-1-407	2002 actual	2003 est.	2004 est.
10.00 Total new obligations .....	8	11	11
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	8	11	11
23.95 Total new obligations .....	-8	-11	-11
23.98 Unobligated balance expiring or withdrawn .....	-1		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	8	9	9
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		2	2
70.00 Total new budget authority (gross) .....	8	11	11
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2	2	2
73.10 Total new obligations .....	8	11	11
73.20 Total outlays (gross) .....	-8	-11	-11
74.40 Obligated balance, end of year .....	2	2	2
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	7	10	10
86.93 Outlays from discretionary balances .....	1	1	1
87.00 Total outlays (gross) .....	8	11	11
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....		-2	-2
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	8	9	9
90.00 Outlays .....	8	9	9

This appropriation finances the costs of a Departmental Civil Rights office. This office is responsible for enforcing laws and regulations which prohibit discrimination in federally-operated and assisted transportation programs. This office also handles all civil rights cases related to Department of Transportation employees. The office will be among those Federal offices transferring personnel to the new Department of Homeland Security.

**Object Classification (in millions of dollars)**

Identification code 69-0118-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	5	5	5
12.1 Civilian personnel benefits .....	1	1	1
25.2 Other services .....	2	3	3
99.0 Direct obligations .....	8	9	9
99.0 Reimbursable obligations .....		2	2
99.9 Total new obligations .....	8	11	11

**Personnel Summary**

Identification code 69-0118-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	59	70	64

**MINORITY BUSINESS OUTREACH**

For necessary expenses of Minority Business Resource Center outreach activities, \$3,000,000, to remain available until September 30, 2005: Provided, That notwithstanding 49 U.S.C. 332, these funds may be used for business opportunities related to any mode of transportation.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-0119-0-1-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....	1	5	3
00.02 Bonding Assistance .....			6
10.00 Total new obligations .....	1	5	9
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1	2	
22.00 New budget authority (gross) .....	3	3	3
22.10 Resources available from recoveries of prior year obligations .....			6
22.22 Unobligated balance transferred from other accounts .....			9
23.90 Total budgetary resources available for obligation .....	4	5	18
23.95 Total new obligations .....	-1	-5	-9
24.40 Unobligated balance carried forward, end of year .....	2		9
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	3	3	3
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3	2	4
73.10 Total new obligations .....	1	5	9
73.20 Total outlays (gross) .....	-2	-4	-4
73.45 Recoveries of prior year obligations .....			-6
74.40 Obligated balance, end of year .....	2	4	3
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1	3	3
86.93 Outlays from discretionary balances .....	1	1	1
87.00 Total outlays (gross) .....	2	4	4
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	3	3	3
90.00 Outlays .....	2	4	4

Minority business outreach.—This activity provides contractual support to assist small, women-owned, Native American, and other disadvantaged business firms, in securing contracts and subcontracts resulting from transportation-related Federal support. It also participates in cooperative agreements with historically black and hispanic colleges.

**Object Classification (in millions of dollars)**

Identification code 69-0119-0-1-407	2002 actual	2003 est.	2004 est.
25.2 Other services .....		3	8
41.0 Grants, subsidies, and contributions .....	1	2	1
99.9 Total new obligations .....	1	5	9

**NEW HEADQUARTERS BUILDING**

For necessary expenses of the Department of Transportation's new building and related services, \$45,000,000, to remain available until expended.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-0147-0-1-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....		25	45
10.00 Total new obligations (object class 25.2) .....		25	45

<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross)	25	45
23.95	Total new obligations	-25	-45
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation	25	45
<b>Change in obligated balances:</b>			
73.10	Total new obligations	25	45
73.20	Total outlays (gross)	-25	-45
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority	25	45
<b>Net budget authority and outlays:</b>			
89.00	Budget authority	25	45
90.00	Outlays	25	45

This new appropriation finances the 2004 costs for the new Department of Transportation headquarters project to consolidate all of the department's headquarters operating administration functions (except FAA), from various locations into a state-of-the-art, efficient leased building(s) within the central employment area of the District of Columbia.

RENTAL PAYMENTS

Program and Financing (in millions of dollars)

Identification code 69-0117-0-1-407	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	1	
<b>Net budget authority and outlays:</b>			
89.00	Budget authority		
90.00	Outlays		

Until 1997, payments to GSA for headquarters and field space rental and related services for all modes were consolidated into this account. Beginning in 1998, however, all GSA rental payments are reflected in the modal budgets.

COMPENSATION FOR AIR CARRIERS

Program and Financing (in millions of dollars)

Identification code 69-0111-0-1-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01	Direct program activity	2,222	450
10.00	Total new obligations (object class 41.0)	2,222	450
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	2,672	450
23.95	Total new obligations	-2,222	-450
24.40	Unobligated balance carried forward, end of year	450	
<b>Change in obligated balances:</b>			
73.10	Total new obligations	2,222	450
73.20	Total outlays (gross)	-2,222	-450
<b>Outlays (gross), detail:</b>			
86.98	Outlays from mandatory balances	2,222	450
<b>Net budget authority and outlays:</b>			
89.00	Budget authority		
90.00	Outlays	2,222	450

The Air Transportation Safety and System Stabilization Act (P.L. 107-42) provided \$5 billion to compensate air carriers for direct losses incurred during the Federal ground stop of civil aviation after the September 11, 2001, terrorist attacks, and for incremental losses incurred between September 11

and December 31, 2001. The Administration is not requesting additional funds for this purpose in 2004.

TRANSPORTATION PLANNING, RESEARCH, AND DEVELOPMENT

For necessary expenses for conducting transportation planning, research, systems development, development activities, and making grants, to remain available until expended, \$10,836,000.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-0142-0-1-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01	Transportation policy and planning	11	8
00.02	Safe skies	7	1
00.03	FedDocket		5
01.00	Total direct program	18	14
09.00	Reimbursable program	2	3
10.00	Total new obligations	20	17
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	1	3
22.00	New budget authority (gross)	18	14
22.22	Unobligated balance transferred from other accounts	5	
23.90	Total budgetary resources available for obligation	24	17
23.95	Total new obligations	-20	-17
24.40	Unobligated balance carried forward, end of year	3	
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation	12	11
42.00	Transferred from other accounts	3	
43.00	Appropriation (total discretionary)	15	11
Spending authority from offsetting collections:			
68.00	Offsetting collections (cash)		3
68.10	Change in uncollected customer payments from Federal sources (unexpired)	3	
68.90	Spending authority from offsetting collections (total discretionary)	3	3
70.00	Total new budget authority (gross)	18	14
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year	3	9
73.10	Total new obligations	20	17
73.20	Total outlays (gross)	-11	-15
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-3	
74.40	Obligated balance, end of year	9	12
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority	11	7
86.93	Outlays from discretionary balances		8
87.00	Total outlays (gross)	11	15
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources		-3
Against gross budget authority only:			
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-3	
<b>Net budget authority and outlays:</b>			
89.00	Budget authority	15	11
90.00	Outlays	11	12

This appropriation finances research activities and studies concerned with planning, analysis, and information development needed to support the Secretary's responsibilities in the formulation of national transportation policies.

**General and special funds—Continued**

**TRANSPORTATION PLANNING, RESEARCH, AND DEVELOPMENT—  
Continued**

The program is carried out primarily through contracts with other Federal agencies, educational institutions, non-profit research organizations, and private firms.

Activities support the development of transportation policy, coordination of national level transportation planning, and such issues as regulatory modernization, energy conservation, and environmental and safety impacts of transportation. These also support departmental leadership on aviation economic policy and international transportation issues.

**Object Classification (in millions of dollars)**

Identification code 69-0142-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	2	4	3
25.2 Other services .....	16	10	8
99.0 Direct obligations .....	18	14	11
99.0 Reimbursable obligations .....	2	3	3
99.9 Total new obligations .....	20	17	14

**Personnel Summary**

Identification code 69-0142-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	22	32	31

**ESSENTIAL AIR SERVICE AND RURAL AIRPORT IMPROVEMENT FUND**

**Program and Financing (in millions of dollars)**

Identification code 69-5423-0-2-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	49	30	50
09.00 Reimbursable program .....		83	
10.00 Total new obligations .....	49	113	50

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year .....		1	
22.00 New budget authority (gross) .....	50	113	33
22.22 Unobligated balance transferred from other accounts .....			17
23.90 Total budgetary resources available for obligation .....	50	114	50
23.95 Total new obligations .....	-49	-113	-50
24.40 Unobligated balance carried forward, end of year .....	1		

**New budget authority (gross), detail:**

<b>Mandatory:</b>			
62.00 Transferred from FAA overflight fees .....		30	33
<b>Discretionary:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	50	83	
70.00 Total new budget authority (gross) .....	50	113	33

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	21	19	43
73.10 Total new obligations .....	49	113	50
73.20 Total outlays (gross) .....	-50	-88	-75
74.40 Obligated balance, end of year .....	19	43	18

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	12	50	
86.93 Outlays from discretionary balances .....	21	20	43
86.97 Outlays from new mandatory authority .....		18	20
86.98 Outlays from mandatory balances .....	17		12
87.00 Total outlays (gross) .....	50	88	75

**Offsets:**

<b>Against gross budget authority and outlays:</b>			
88.00 Offsetting collections (cash) from: Federal sources .....	-50	-83	

**Net budget authority and outlays:**

89.00 Budget authority .....		30	33
90.00 Outlays .....		5	75

The Federal Aviation Reauthorization Act of 1996 (P.L. 104-264) authorized the collection of user fees for services provided by the FAA to aircraft that neither take off nor land in the United States, commonly known as overflight fees. The Act permanently appropriated the first \$50 million of such fees for the Essential Air Service program and rural airport improvements. To the extent that fee collections fall below \$50 million, the law required the difference to be covered by Federal Aviation Administration funds. The FY 2004 budget proposes a \$50 million program to be fully financed from overflight fees. The budget proposes a general provision to restructure the program.

**Object Classification (in millions of dollars)**

Identification code 69-5423-0-2-402	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	1	1	1
41.0 Grants, subsidies, and contributions .....	48	29	49
99.0 Direct obligations .....	49	30	50
99.0 Reimbursable obligations .....		83	
99.9 Total new obligations .....	49	113	50

**Personnel Summary**

Identification code 69-5423-0-2-402	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	10	10	10

**Intragovernmental funds:**

**WORKING CAPITAL FUND**

**Program and Financing (in millions of dollars)**

Identification code 69-4520-0-4-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 DOT service center activities .....	99	116	117
09.02 Non-DOT service center activities .....	272	368	360
10.00 Total new obligations .....	371	484	477

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year .....	18		
22.00 New budget authority (gross) .....	353	484	477
23.90 Total budgetary resources available for obligation .....	371	484	477
23.95 Total new obligations .....	-371	-484	-477

**New budget authority (gross), detail:**

<b>Spending authority from offsetting collections:</b>			
<b>Discretionary:</b>			
68.00 Offsetting collections (cash) .....	384	484	477
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-31		
68.90 Spending authority from offsetting collections (total discretionary) .....	353	484	477

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	-34	12	12
73.10 Total new obligations .....	371	484	477
73.20 Total outlays (gross) .....	-357	-484	-477
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	31		
74.40 Obligated balance, end of year .....	12	12	12

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	353	484	477
86.93	Outlays from discretionary balances .....	4		
87.00	Total outlays (gross) .....	357	484	477
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	-384	-484	-477
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	31		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	-27		

The Working Capital Fund finances common administrative services that are centrally performed in the interest of economy and efficiency in the Department. The fund is financed through agreements with the Department of Transportation operating administrations and other customers.

In FY 1997, the Working Capital Fund was renamed the Transportation Administrative Services Center (TASC) to reflect the expanded level of services and the new TASC organization. In FY 2003 the functions of TASC were realigned to place service providers in the same organization as the offices responsible for service policies. The realignment will promote greater program efficiency, make the best use of employee expertise, allow the Department to identify and eliminate redundancies and reduce organizational layers, and provide the best possible value to the government by consolidating and delivering services more efficiently. For FY 2004, the TASC account is renamed to the previously titled Working Capital Fund.

**Object Classification** (in millions of dollars)

Identification code 69-4520-0-4-407	2002 actual	2003 est.	2004 est.	
<b>Personnel compensation:</b>				
11.1	Full-time permanent .....	18	20	18
11.3	Other than full-time permanent .....	1	1	1
11.5	Other personnel compensation .....	1	1	1
11.9	Total personnel compensation .....	20	22	20
12.1	Civilian personnel benefits .....	4	5	4
13.0	Benefits for former personnel .....	2	1	1
21.0	Travel and transportation of persons .....	1	2	2
22.0	Transportation of things .....	1		
23.1	Rental payments to GSA .....	6	6	6
23.3	Communications, utilities, and miscellaneous charges .....	14	19	20
25.2	Other services .....	313	420	404
26.0	Supplies and materials .....	2	4	2
31.0	Equipment .....	8	5	18
99.9	Total new obligations .....	371	484	477

**Personnel Summary**

Identification code 69-4520-0-4-407	2002 actual	2003 est.	2004 est.	
<b>Reimbursable:</b>				
2001	Total compensable workyears: Civilian full-time equivalent employment .....	300	281	239

**Credit accounts:**

**MINORITY BUSINESS RESOURCE CENTER PROGRAM**

For the cost of guaranteed loans, \$500,000, as authorized by 49 U.S.C. 332: Provided, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: Provided further, That these funds are available to subsidize total loan principal, any part of which is to be guaranteed, not to exceed \$18,367,000. In addition, for administrative expenses to carry out the guaranteed loan program, \$400,000.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution

(P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-0155-0-1-407	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.02	Guarantee loan subsidy .....		1	1
00.05	Reestimate of direct loan subsidy .....	1		
10.00	Total new obligations (object class 41.0) .....	1	1	1
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	2	1	1
23.95	Total new obligations .....	-1	-1	-1
23.98	Unobligated balance expiring or withdrawn .....	-1		
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	1	1	1
Mandatory:				
60.00	Appropriation .....	1		
70.00	Total new budget authority (gross) .....	2	1	1
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1		
73.10	Total new obligations .....	1	1	1
73.20	Total outlays (gross) .....	-1	-1	-1
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....		1	1
86.97	Outlays from new mandatory authority .....	1		
87.00	Total outlays (gross) .....	1	1	1
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	2	1	1
90.00	Outlays .....	1	1	1

**Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program** (in millions of dollars)

Identification code 69-0155-0-1-407	2002 actual	2003 est.	2004 est.	
<b>Direct loan levels supportable by subsidy budget authority:</b>				
115001	MBRC—Direct loan levels .....			
115901	Total direct loan levels .....			
<b>Direct loan subsidy (in percent):</b>				
132001	MBRC—Direct loan levels .....	0.00	0.00	0.00
132901	Weighted average subsidy rate .....	0.00	0.00	0.00
<b>Direct loan subsidy budget authority:</b>				
133001	MBRC—Direct loan levels .....			
133901	Total subsidy budget authority .....			
<b>Direct loan subsidy outlays:</b>				
134001	MBRC—Direct loan levels .....			
134901	Total subsidy outlays .....			
<b>Direct loan upward reestimate subsidy budget authority:</b>				
135001	MBRC—Direct loan levels .....	1		
135901	Total upward reestimate budget authority .....	1		
<b>Direct loan upward reestimate subsidy outlays:</b>				
136001	MBRC—Direct loan levels .....	1		
136901	Total upward reestimate outlays .....	1		
<b>Guaranteed loan levels supportable by subsidy budget authority:</b>				
215001	MBRC—Loan guarantee levels .....	18	18	18
215901	Total loan guarantee levels .....	18	18	18
<b>Guaranteed loan subsidy (in percent):</b>				
232001	MBRC—Loan guarantee levels .....	2.70	2.69	2.53
232901	Weighted average subsidy rate .....	2.70	2.69	2.53
<b>Guaranteed loan subsidy budget authority:</b>				
233001	MBRC—Loan guarantee levels .....		1	1
233901	Total subsidy budget authority .....		1	1
<b>Guaranteed loan subsidy outlays:</b>				
234001	MBRC—Loan guarantee levels .....		1	1

**Credit accounts—Continued****MINORITY BUSINESS RESOURCE CENTER PROGRAM—Continued****Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)—Continued**

Identification code 69-0155-0-1-407	2002 actual	2003 est.	2004 est.
234901 Total subsidy outlays .....		1	1

*Office of Small and Disadvantaged Business Utilization (OSDBU)/Minority Business Resource Center (MBRC).*—Provides assistance in obtaining short-term working capital for minority, women-owned and other disadvantaged businesses and Small Business Administration 8(a) Firms.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with guaranteed loans obligated in 2001 and beyond, as well as administrative expenses of this program.

**MINORITY BUSINESS RESOURCE CENTER DIRECT LOAN FINANCING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 69-4186-0-3-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Downward subsidy reestimate and interest .....	1		
10.00 Total new obligations .....	1		
<b>Budgetary resources available for obligation:</b>			
23.95 Total new obligations .....	-1		
<b>New financing authority (gross), detail:</b>			
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	5		
68.47 Portion applied to repay debt .....	-5		
68.90 Spending authority from offsetting collections (total discretionary) .....	1		
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....	1		
73.20 Total financing disbursements (gross) .....	-1		
87.00 Total financing disbursements (gross) .....	1		
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-1		
88.40 Non-Federal sources .....	-4		
88.90 Total, offsetting collections (cash) .....	-5		
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	-5		
90.00 Financing disbursements .....	-4		

**Status of Direct Loans (in millions of dollars)**

Identification code 69-4186-0-3-407	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....			
1142 Unobligated direct loan limitation (-) .....			
1150 Total direct loan obligations .....			
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	5		
1231 Disbursements: Direct loan disbursements .....			
1251 Repayments: Repayments and prepayments .....	-4		
1263 Write-offs for default: Direct loans .....	-1		
1290 Outstanding, end of year .....			

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 through 2000 (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals. This account was closed out at the end of 2002.

**Balance Sheet (in millions of dollars)**

Identification code 69-4186-0-3-407	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	5			
1405 Allowance for subsidy cost (-) .....				
1499 Net present value of assets related to direct loans .....	5			
1999 Total assets .....	5			
<b>LIABILITIES:</b>				
2103 Federal liabilities: Debt .....	5			
2999 Total liabilities .....	5			
<b>NET POSITION:</b>				
3999 Total net position .....				
4999 Total liabilities and net position .....	5			

**MINORITY BUSINESS RESOURCE CENTER  
GUARANTEED LOAN FINANCING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 69-4082-0-3-407	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....			1
22.00 New financing authority (gross) .....		1	1
23.90 Total budgetary resources available for obligation .....		1	1
24.40 Unobligated balance carried forward, end of year .....		1	1
<b>New financing authority (gross), detail:</b>			
Discretionary:			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash) .....		1	1
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
88.00 Offsetting collections (cash) from: Federal sources .....		-1	-1
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			
90.00 Financing disbursements .....		-1	-1

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 69-4082-0-3-407	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	18	18	18
2142 Uncommitted loan guarantee limitation .....	-13		
2150 Total guaranteed loan commitments .....	5	18	18
2199 Guaranteed amount of guaranteed loan commitments .....	4	14	14
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	7	6	18
2231 Disbursements of new guaranteed loans .....	5	18	18
2251 Repayments and prepayments .....	-5	-6	-18
2264 Adjustments: Other adjustments, net .....	-1		
2290 Outstanding, end of year .....	6	18	18

Memorandum:

2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	4	14	14
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As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all the cash flows to and from the Government resulting from guaranteed loan commitments in 2001 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet (in millions of dollars)**

Identification code 69-4082-0-3-407	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....			1	1
1999 Total assets .....			1	1
<b>LIABILITIES:</b>				
2204 Non-Federal liabilities: Liabilities for loan guarantees .....			1	1
2999 Total liabilities .....			1	1
<b>NET POSITION:</b>				
3999 Total net position .....				
4999 Total liabilities and net position .....			1	1

**PAYMENTS TO AIR CARRIERS  
(AIRPORT AND AIRWAY TRUST FUND)**

**Program and Financing (in millions of dollars)**

Identification code 69-8304-0-7-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....	52	11	
10.00 Total new obligations (object class 25.2) .....	52	11	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....		11	
22.00 New budget authority (gross) .....	63		
23.90 Total budgetary resources available for obligation .....	63	11	
23.95 Total new obligations .....	-52	-11	
24.40 Unobligated balance carried forward, end of year .....	11		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....	63		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1	19	
73.10 Total new obligations .....	52	11	
73.20 Total outlays (gross) .....	-34	-30	
74.40 Obligated balance, end of year .....	19		
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	34		
86.93 Outlays from discretionary balances .....		30	
87.00 Total outlays (gross) .....	34	30	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	63		
90.00 Outlays .....	34	30	

Through 1997, this program was funded from the Airport and Airway Trust Fund. Starting in 1998 the FAA reauthorization funded it as a mandatory program supported by overflight fees under the Essential Air Service and Rural Airport Improvement Fund. In 2003, in addition to mandatory funding supported by overflight fees, direct appropriations from the Airport and Airway Trust Fund to the Payments to Air Carriers program were enacted to meet the needs of the es-

sential air service program. No direct appropriations for this account are being requested in 2004.

**FEDERAL AVIATION ADMINISTRATION**

The following table depicts the total funding for all Federal Aviation Administration programs, for which more detail is furnished in the budget schedules:

[In millions of dollars]

	2002 actual	2003 est.	2004 est.
<b>Budget authority:</b>			
Operations .....	1 7,077	7,077	7,591
General fund (memorandum entry) .....	(1,104)	(3,278)	(1,591)
Grants-in-aid for airports (trust fund) .....	2 3,173	3,400	3,400
Facilities and equipment (trust) .....	3 3,006	2,981	2,916
Research, engineering, and development (trust) .....	245	124	100
Aviation user fees .....	28	40	40
Total net .....	13,529	13,582	14,007
<b>Obligations:</b>			
Operations .....	7,149	7,124	7,591
General fund (memorandum entry) .....	(1,104)	(3,278)	(1,591)
Grants-in-aid for airports (trust) .....	3,560	3,400	3,400
Facilities and equipment (trust) .....	3,199	3,015	2,865
Research, engineering, and development (trust) .....	249	140	100
Aviation insurance revolving fund .....	61	3	1
Total net .....	14,218	13,682	13,957
<b>Outlays:</b>			
Operations .....	7,371	7,071	7,509
General fund (memorandum entry) .....	(1,468)	(3,128)	(1,509)
Grants-in-aid for airports (trust) .....	2,860	3,244	3,300
Facilities and equipment (trust) .....	2,737	2,968	3,229
Research, engineering, and development (trust) .....	200	201	157
Aviation insurance revolving fund .....	-19	-116	-35
Administrative services franchise fund .....	-53	3	3
Total net .....	13,096	13,371	14,163

Note.—The amount shown as Operations includes the general fund share of operations.  
<sup>1</sup> Reflects a rescission of \$8 million, as required by P.L. 107-206, 107-117, and 107-87.  
<sup>2</sup> Reflects a rescission of \$302 million, as required by P.L. 107-87.  
<sup>3</sup> Includes \$15 million rescission of unobligated balances, as required by P.L. 107-87.  
<sup>4</sup> Reflects transfer of overflight fee collections to the Essential Air Service program.

**Federal Funds**

**General and special funds:**

**OPERATIONS**

*For necessary expenses of the Federal Aviation Administration, not otherwise provided for, including operations and research activities related to commercial space transportation, administrative expenses for research and development, establishment of air navigation facilities, subsidizing the cost of aeronautical charts and maps sold to the public, lease or purchase of passenger motor vehicles for replacement only, in addition to amounts made available by Public Law 104-264, \$7,590,648,000, of which \$6,000,000,000, shall be derived from the Airport and Airway Trust Fund: Provided, That there may be credited to this appropriation funds received from States, counties, municipalities, foreign authorities, other public authorities, and private sources, for expenses incurred in the provision of agency services, including receipts for the maintenance and operation of air navigation facilities, and for issuance, renewal or modification of certificates, including airman, aircraft, and repair station certificates, or for tests related thereto, or for processing major repair or alteration forms: Provided further, That funds may be used to enter into a grant agreement with a nonprofit standard-setting organization to assist in the development of aviation safety standards: Provided further, That none of the funds in this Act shall be available for new applicants for the second career training program: Provided further, That none of the funds in this Act shall be available for paying premium pay under 5 U.S.C. 5546(a) to any Federal Aviation Administration employee unless such employee actually performed work during the time corresponding to such premium pay: Provided further, That none of the funds in this Act may be obligated or expended to operate a manned auxiliary flight service station in the contiguous United*

**General and special funds—Continued**

**OPERATIONS—Continued**

*States: Provided further, That none of the funds in this Act for aeronautical charting and cartography are available for activities conducted by, or coordinated through, the Working Capital Fund: Provided further, That of the amount appropriated under this heading, not to exceed \$50,000 may be transferred to the Aircraft Loan Purchase Guarantee Program.*

*Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107–229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.*

**Program and Financing (in millions of dollars)**

Identification code 69–1301–0–1–402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Air traffic services .....	5,477	5,764	6,097
00.02 Regulation and certification .....	767	794	873
00.03 Civil aviation security .....	170		
00.04 Research and acquisitions .....	194	202	218
00.05 Commercial space transportation .....	12	12	13
00.06 Regional coordination .....	86	89	85
00.07 Human resources .....	69	71	82
00.08 Financial services .....	49	52	50
00.09 Staff offices .....	110	108	143
00.10 Emergency response fund .....	215	27	
00.11 Information services/CIO .....		5	30
09.01 Reimbursable program .....	990	83	100
10.00 Total new obligations .....	8,139	7,207	7,691
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	128	27	
22.00 New budget authority (gross) .....	7,924	7,180	7,691
22.21 Unobligated balance transferred to other accounts	–275		
22.22 Unobligated balance transferred from other accounts	393		
23.90 Total budgetary resources available for obligation	8,170	7,207	7,691
23.95 Total new obligations .....	–8,139	–7,207	–7,691
23.98 Unobligated balance expiring or withdrawn .....	–5		
24.40 Unobligated balance carried forward, end of year .....	27		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,113	3,278	1,591
40.72 Reduction pursuant to P.L. 107–117 .....	–1		
40.73 Reduction pursuant to P.L. 107–206 .....	–6		
40.74 Reduction pursuant to P.L. 107–87 .....	–2		
43.00 Appropriation (total discretionary) .....	1,104	3,278	1,591
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	6,530	3,902	6,100
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	290		
68.90 Spending authority from offsetting collections (total discretionary) .....	6,820	3,902	6,100
70.00 Total new budget authority (gross) .....	7,924	7,180	7,691
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	858	695	873
73.10 Total new obligations .....	8,139	7,207	7,691
73.20 Total outlays (gross) .....	–8,026	–7,030	–7,609
73.40 Adjustments in expired accounts (net) .....	–15		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–290		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	28		
74.40 Obligated balance, end of year .....	695	873	954
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	6,173	6,311	6,760
86.93 Outlays from discretionary balances .....	1,853	719	849
87.00 Total outlays (gross) .....	8,026	7,030	7,609
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from:			
Federal sources .....	–6,537	–3,882	–6,080

88.40 Non-Federal sources .....	–20	–20	–20
88.90 Total, offsetting collections (cash) .....	–6,557	–3,902	–6,100
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–290		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	27		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,104	3,278	1,591
90.00 Outlays .....	1,468	3,128	1,509
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	382	405	611
99.01 Outlays .....	382	405	611

For 2004, the Budget requests \$7,591 million. These funds will be used to continue to promote aviation safety and efficiency. In particular, the Budget increases the number of air traffic controllers and safety inspectors and provides more funding for critical safety oversight initiatives and operational improvements designed to increase capacity and reduce delays. The Budget also provides funding to maintain internal security and the Hazardous Material program—a safety program in the FAA.

**Object Classification (in millions of dollars)**

Identification code 69–1301–0–1–402	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	3,783	3,349	5,050
11.3 Other than full-time permanent .....	27	29	45
11.5 Other personnel compensation .....	293	306	461
11.8 Special personal services payments .....	1	1	1
11.9 Total personnel compensation .....	4,104	3,685	5,557
12.1 Civilian personnel benefits .....	1,105	1,081	638
13.0 Benefits for former personnel .....	1	1	1
21.0 Travel and transportation of persons .....	120	101	59
22.0 Transportation of things .....	22	19	12
23.1 Rental payments to GSA .....	100	96	57
23.2 Rental payments to others .....	39	37	22
23.3 Communications, utilities, and miscellaneous charges .....	355	340	201
24.0 Printing and reproduction .....	22	13	8
25.1 Advisory and assistance services .....	14	12	8
25.2 Other services .....	1,091	1,528	902
26.0 Supplies and materials .....	67	183	108
31.0 Equipment .....	47	26	16
32.0 Land and structures .....	14	1	1
41.0 Grants, subsidies, and contributions .....	43		
42.0 Insurance claims and indemnities .....	5	1	1
99.0 Direct obligations .....	7,149	7,124	7,591
99.0 Reimbursable obligations .....	990	83	100
99.9 Total new obligations .....	8,139	7,207	7,691

**Personnel Summary**

Identification code 69–1301–0–1–402	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	46,219	44,022	44,709
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	137	175	170

**AVIATION USER FEES**

**Unavailable Collections (in millions of dollars)**

Identification code 69–5422–0–2–402	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....			
Receipts:			
02.00 Overflight user fees .....	28	30	33
02.80 FAA activities, offsetting collections .....	50	83	

02.99	Total receipts and collections .....	78	113	33
<b>Appropriations:</b>				
05.00	FAA activities .....	-28	-30	-33
05.01	Essential air service and rural improvement fund .....	-50	-83	.....
05.99	Total appropriations .....	-78	-113	-33
07.99	Balance, end of year .....	.....	.....	.....

**Program and Financing** (in millions of dollars)

Identification code 69-5422-0-2-402	2002 actual	2003 est.	2004 est.	
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year	30	57	57
22.00	New budget authority (gross) .....	28	.....	.....
22.21	Unobligated balance transferred to other accounts .....	.....	.....	-17
23.90	Total budgetary resources available for obligation	58	57	40
24.40	Unobligated balance carried forward, end of year .....	57	57	40

<b>New budget authority (gross), detail:</b>				
Mandatory:				
60.20	Appropriation (special fund) .....	28	30	33
61.00	Transferred to other accounts .....	.....	-30	-33
62.50	Appropriation (total mandatory) .....	28	.....	.....

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	28	.....	.....
90.00	Outlays .....	.....	.....	.....

The Federal Aviation Reauthorization Act of 1996 (P.L. 104-264) authorized the collection of user fees for services provided by the FAA to aircraft that neither take off nor land in the United States, commonly known as overflight fees. In addition, the Act permanently appropriated the first \$50 million of such fees, or other FAA resources in the event that collections are lower than \$50 million, to be used for the Essential Air Service (EAS) program and rural airport improvements. Amounts collected in excess of \$50 million are permanently appropriated for authorized expenses of the FAA. The Budget estimates that \$33 million in overflight fees will be collected in 2004, and transferred to the Essential Air Service. As collections are estimated to be below required EAS funding, the Budget proposes that \$17 million in EAS financing will be provided from balances of previously collected overflight fees.

**Public enterprise funds:**

AVIATION INSURANCE REVOLVING FUND

**Program and Financing** (in millions of dollars)

Identification code 69-4120-0-3-402	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	Program administration .....	1	1	1
00.02	Incremental premium reimbursement .....	60	2	.....
10.00	Total new obligations .....	61	3	1

<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year	88	102	223
22.00	New budget authority (gross) .....	76	124	36
22.21	Unobligated balance transferred to other accounts .....	-50	.....	.....
22.22	Unobligated balance transferred from other accounts .....	50	.....	.....
23.90	Total budgetary resources available for obligation	164	226	259
23.95	Total new obligations .....	-61	-3	-1
24.40	Unobligated balance carried forward, end of year .....	102	223	258

<b>New budget authority (gross), detail:</b>				
Mandatory:				
69.00	Offsetting collections (cash) .....	76	124	36

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	.....	5	.....
73.10	Total new obligations .....	61	3	1

73.20	Total outlays (gross) .....	-56	-8	-1
74.40	Obligated balance, end of year .....	5	.....	.....

**Outlays (gross), detail:**

86.98	Outlays from mandatory balances .....	56	8	1
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**Offsets:**

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.20	Interest on Federal securities .....	-1	-1	-1
88.40	Non-Federal sources .....	-75	-123	-35
88.90	Total, offsetting collections (cash) .....	-76	-124	-36

**Net budget authority and outlays:**

89.00	Budget authority .....	.....	.....	.....
90.00	Outlays .....	-19	-116	-35

**Memorandum (non-add) entries:**

92.01	Total investments, start of year: Federal securities:			
	Par value .....	.....	92	223
92.02	Total investments, end of year: Federal securities:			
	Par value .....	92	223	258

The fund provides direct support for the aviation insurance program (chapter 443 of title 49, U.S. Code). Income to the fund is derived from premium collections for premium insurance coverage issued, income from authorized investments, and binder fees for nonpremium coverage issued. The binders provide aviation insurance coverage for U.S. air carrier aircraft used in connection with certain Government contract operations by the Department of Defense and the Department of State.

As amended by the Homeland Security Act (P.L. 107-296), the Air Transportation System Safety and Stabilization Act (P.L. 107-42) expanded the aviation insurance program to cover U.S. air carriers for domestic operations, and limited air carrier third party liability to \$100 million for the period September 22, 2001-December 31, 2003 for losses that the Secretary of Transportation certifies are caused by a terrorist act. Because third party liability coverage above \$50 million has not been reasonably available commercially, FAA has been issuing such coverage for civil aircraft operations for losses so certified, above \$50 million and up to \$100 million, at premiums set by the Secretary. In addition, FAA has been issuing coverage at premiums set by the Secretary, for civil aircraft operations for war risk losses other than those so certified: (i) for hull losses, this coverage is at fair market value; (ii) for death, injury, or property loss to passengers or crew, the limit is the same as that of the air carrier's coverage before September 11, 2001; and (iii) for third party liability, the limit is twice that of such coverage.

**Object Classification** (in millions of dollars)

Identification code 69-4120-0-3-402	2002 actual	2003 est.	2004 est.	
42.0	Direct obligations: Insurance claims and indemnities	60	2	.....
99.5	Below reporting threshold .....	1	1	1
99.9	Total new obligations .....	61	3	1

**Personnel Summary**

Identification code 69-4120-0-3-402	2002 actual	2003 est.	2004 est.	
<b>Direct:</b>				
1001	Total compensable workyears: Civilian full-time equivalent employment .....	3	3	3

**Intragovernmental accounts:**

**ADMINISTRATIVE SERVICES FRANCHISE FUND**

**Program and Financing (in millions of dollars)**

Identification code 69-4562-0-4-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Accounting .....	14	13	13
09.02 Payroll .....	5	4	4
09.03 Travel .....	2	2	2
09.04 Duplicating services .....	7	7	7
09.05 Multi-media .....	2	2	2
09.06 Training .....	3	5	5
09.07 Logistics .....	178	150	150
09.08 Aircraft maintenance .....	32	36	36
09.10 Information technology .....	44	50	50
09.99 Total reimbursable program .....	287	269	269
10.00 Total new obligations .....	287	269	269
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	26	57	54
22.00 New budget authority (gross) .....	318	266	266
23.90 Total budgetary resources available for obligation .....	344	323	320
23.95 Total new obligations .....	-287	-269	-269
24.40 Unobligated balance carried forward, end of year .....	57	54	51
<b>New budget authority (gross), detail:</b>			
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	316	266	266
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
68.90 Spending authority from offsetting collections (total discretionary) .....	318	266	266
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	49	71	71
73.10 Total new obligations .....	287	269	269
73.20 Total outlays (gross) .....	-263	-269	-269
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-2		
74.40 Obligated balance, end of year .....	71	71	71
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	191	266	266
86.93 Outlays from discretionary balances .....	72	3	3
87.00 Total outlays (gross) .....	263	269	269
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-316	-266	-266
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	-53	3	3

In 1997, the Federal Aviation Administration established a franchise fund to finance operations where the costs for goods and services provided are charged to the users on a reimbursable basis. The fund improves organizational efficiency and provides better support to FAA's internal and external customers. The activities included in this franchise fund are: training, accounting, payroll, travel, duplicating services, multi-media services, information technology, material management (logistics), and aircraft maintenance.

**Object Classification (in millions of dollars)**

Identification code 69-4562-0-4-402	2002 actual	2003 est.	2004 est.
11.1 Personnel compensation: Full-time permanent .....	69	68	68
12.1 Civilian personnel benefits .....	17	18	18
21.0 Travel and transportation of persons .....	2	3	3
22.0 Transportation of things .....	4	3	3

23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
24.0 Printing and reproduction .....	3	3	3
25.2 Other services .....	108	111	111
26.0 Supplies and materials .....	75	54	54
31.0 Equipment .....	8	8	8
99.0 Reimbursable obligations .....	287	269	269
99.9 Total new obligations .....	287	269	269

**Personnel Summary**

Identification code 69-4562-0-4-402	2002 actual	2003 est.	2004 est.
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	1,149	1,149	1,149

**Trust Funds**

**AIRPORT AND AIRWAY TRUST FUND**

**Program and Financing (in millions of dollars)**

Identification code 20-8103-0-7-402	2002 actual	2003 est.	2004 est.
<b>Memorandum (non-add) entries:</b>			
92.01 Total investments, start of year: Federal securities: Par value .....	13,660	10,997	12,340
92.02 Total investments, end of year: Federal securities: Par value .....	10,997	12,340	10,578

Section 9502 of Title 26, U.S. Code, provides for amounts equivalent to the funds received in the Treasury for the passenger ticket tax and certain other taxes paid by airport and airway users to be transferred to the Airport and Airway Trust Fund. In turn, appropriations are authorized from this fund to meet obligations for airport improvement grants, FAA facilities and equipment, research, and operations, and for the Bureau of Transportation Statistics Office of Airline Information.

The status of the fund is as follows (in millions of dollars):

**Status of Funds (in millions of dollars)**

Identification code 20-8103-0-7-402	2002 actual	2003 est.	2004 est.
<b>Unexpended balance, start of year:</b>			
0100 Uninvested balance .....	825	1,645	
0101 Federal securities: Par value .....	13,660	10,997	12,340
0199 Total balance, start of year .....	14,485	12,642	12,340
<b>Cash income during the year:</b>			
<b>Current law:</b>			
<b>Receipts:</b>			
<b>Receipts:</b>			
1200 Passenger ticket tax .....	4,726	4,655	5,180
1200 Passenger flight segment tax .....	1,532	1,888	2,032
1200 Waybill tax .....	474	433	461
1200 Fuel tax .....	789	748	778
1200 International departure/arrival tax .....	1,282	1,426	1,526
1200 Rural airports tax .....	80	75	83
1200 Frequent flyer tax .....	148	155	158
<b>Offsetting receipts (intragovernmental):</b>			
1240 Interest, Airport and airway trust fund .....	860	708	709
<b>Offsetting collections:</b>			
1280 Trust fund share of FAA operations .....	2		
1281 Facilities and equipment .....	172	120	120
1282 Research, engineering, and development .....	4	16	16
1299 Income under present law .....	10,069	10,225	11,063
<b>Cash outgo during year:</b>			
<b>Current law:</b>			
4500 Trust fund share of FAA operations .....	-5,902	-3,943	-6,000
4501 Grants-in-aid for airports .....	-2,860	-3,244	-3,299
<b>Cash outgo during the year (-):</b>			
4502 Facilities and equipment .....	-2,737	-2,968	-3,229
4502 Facilities and equipment offsetting collections .....	-172	-120	-120
<b>Cash outgo during the year (-):</b>			
4503 Research, engineering and development .....	-200	-201	-157
4503 Research, engineering and development offsetting collections .....	-4	-16	-16

4504	Payments to air carriers .....	- 34	- 30	.....
4505	Office of airline information .....	.....	- 4	- 4
4599	Outgo under current law (-) .....	- 11,909	- 10,526	- 12,825
Unexpended balance, end of year:				
8700	Uninvested balance .....	1,645	.....	.....
8701	Federal securities: Par value .....	10,997	12,340	10,578
8799	Total balance, end of year .....	12,642	12,340	10,578
Commitments against unexpended balance, end of year:				
9801	Obligated balance (-) .....	- 7,282	- 7,330	- 7,010
9802	Unobligated balance (-) .....	- 573	- 443	- 494
Total commitments .....		- 7,855	- 7,773	- 7,504
Uncommitted balance end of year .....		4,787	4,567	3,074

Note.—The invested balances shown above include both appropriated and unavailable balances.

**GRANTS-IN-AID FOR AIRPORTS**  
(LIQUIDATION OF CONTRACT AUTHORIZATION)  
(LIMITATION ON OBLIGATIONS)  
(AIRPORT AND AIRWAY TRUST FUND)

*For liquidation of obligations incurred for grants-in-aid for airport planning and development, and noise compatibility planning and programs as authorized under subchapter I of chapter 471 and subchapter I of chapter 475 of title 49, United States Code, and under other law authorizing such obligations; for procurement, installation, and commissioning of runway incursion prevention devices and systems at airports of such title; and for inspection activities and administration of airport safety programs, including those related to airport operating certificates under 49 U.S.C. 44706, \$3,400,000,000, to be derived from the Airport and Airway Trust Fund and to remain available until expended: Provided, That none of the funds under this heading shall be available for the planning or execution of programs the obligations for which are in excess of \$3,400,000,000 in fiscal year 2004, notwithstanding 49 U.S.C. 47117(g): Provided further, That notwithstanding any other provision of law, not more than \$69,737,000 of funds limited under this heading shall be obligated for administration and \$17,417,000 for technology research.*

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-8106-0-7-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Grants-in-aid for airports .....	3,308	3,236	3,313
00.02 Personnel and related expenses .....	57	65	70
00.03 Essential air services .....	.....	83	.....
00.04 Airport technology research .....	.....	16	17
00.05 Small community air service .....	20	.....	.....
00.06 Discretionary Terrorist Response .....	175	.....	.....
10.00 Total new obligations .....	3,560	3,400	3,400
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	302	1	1
22.00 New budget authority (gross) .....	3,173	3,400	3,400
22.10 Resources available from recoveries of prior year obligations .....	85	.....	.....
23.90 Total budgetary resources available for obligation	3,560	3,401	3,401
23.95 Total new obligations .....	- 3,560	- 3,400	- 3,400
24.40 Unobligated balance carried forward, end of year .....	1	1	1

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.26 Appropriation (trust fund) .....	1,975	3,100	3,400
40.49 Portion applied to liquidate contract authority .....	- 1,800	- 3,100	- 3,400
43.00 Appropriation (total discretionary) .....	175	.....	.....
<b>Mandatory:</b>			
66.10 Contract authority (AIR-21) .....	3,300	3,400	3,400
66.35 Contract authority rescinded .....	- 302	.....	.....
66.90 Contract authority (total mandatory) .....	2,998	3,400	3,400
70.00 Total new budget authority (gross) .....	3,173	3,400	3,400

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	4,378	4,993	5,149
73.10 Total new obligations .....	3,560	3,400	3,400
73.20 Total outlays (gross) .....	- 2,860	- 3,244	- 3,299
73.45 Recoveries of prior year obligations .....	- 85	.....	.....
74.40 Obligated balance, end of year .....	4,993	5,149	5,250

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	666	737	673
86.93 Outlays from discretionary balances .....	2,194	2,507	2,626
87.00 Total outlays (gross) .....	2,860	3,244	3,299

**Net budget authority and outlays:**

89.00 Budget authority .....	3,173	3,400	3,400
90.00 Outlays .....	2,860	3,244	3,299

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00 Budget authority .....	3	4	4
99.01 Outlays .....	3	4	4

**Status of Contract Authority (in millions of dollars)**

Identification code 69-8106-0-7-402	2002 actual	2003 est.	2004 est.
<b>Contract authority:</b>			
0200 Contract authority .....	2,998	3,400	3,400
0400 Appropriation to liquidate contract authority .....	- 1,800	- 3,100	- 3,400

Subchapter I of chapter 471, title 49, U.S. Code (formerly the Airport and Airway Improvement Act of 1982, as amended) provides for airport improvement grants, including those emphasizing capacity development, safety and security needs; and chapter 475 of title 49 provides for grants for aircraft noise compatibility planning and programs.

The 2002 appropriations act provides funding under this heading for administrative costs related to this program. For FY 2003 and FY 2004, the Administration proposes that funds under this heading also be provided for the FAA's airport-related research program.

**Object Classification (in millions of dollars)**

Identification code 69-8106-0-7-402	2002 actual	2003 est.	2004 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	37	43	47
11.3 Other than full-time permanent .....	1	1	1
11.9 Total personnel compensation .....	38	44	48
12.1 Civilian personnel benefits .....	9	10	11
21.0 Travel and transportation of persons .....	2	2	2
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services .....	27	24	25
31.0 Equipment .....	1	.....	.....
41.0 Grants, subsidies, and contributions .....	3,482	3,319	3,313
99.9 Total new obligations .....	3,560	3,400	3,400

**Personnel Summary**

Identification code 69-8106-0-7-402	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	468	535	551

**FACILITIES AND EQUIPMENT**

(AIRPORT AND AIRWAY TRUST FUND)

*For necessary expenses, not otherwise provided for, for acquisition, establishment, technical support services, improvement by contract or purchase, hire of air navigation and experimental facilities and equipment, and other capital facilities and equipment in direct support of the National Airspace System, as authorized under part A of sub-title VII of title 49, United States Code, including initial acquisition of necessary sites by lease or grant; engineering and service testing, including construction of test facilities and acquisition of necessary sites by lease or grant; construction and furnishing of quarters and*

FACILITIES AND EQUIPMENT—Continued

(AIRPORT AND AIRWAY TRUST FUND)—Continued

related accommodations for officers and employees of the Federal Aviation Administration stationed at remote localities where such accommodations are not available; and the purchase, lease, or transfer of aircraft from funds available under this heading; to be derived from the Airport and Airway Trust Fund, \$2,916,000,000; of which \$2,467,460,000 shall remain available until September 30, 2006, and of which \$448,540,000 shall remain available until September 30, 2004: Provided, That there may be credited to this appropriation funds received from States, counties, municipalities, other public authorities, and private sources, for expenses incurred in the establishment and modernization of air navigation facilities: Provided further, That upon initial submission to the Congress of the fiscal year 2005 President's budget, the Secretary of Transportation shall transmit to the Congress a comprehensive capital investment plan for the Federal Aviation Administration which includes funding for each budget line item for fiscal years 2005 through 2009, with total funding for each year of the plan constrained to the funding targets for those years as estimated and approved by the Office of Management and Budget.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-8107-0-7-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Engineering, development, test and evaluation .....	683	49	3
00.02 Procurement and modernization of air traffic control (ATC) facilities and equipment .....	1,373	318	51
00.03 Procurement and modernization of non-ATC facilities and equipment .....	424	17	3
00.04 Mission support .....	349	22	6
00.05 Personnel and related expenses .....	370	423	449
00.06 Improve aviation safety .....	343	273	
00.07 Improve efficiency of the air traffic control system .....	789	885	
00.08 Increase capacity of the NAS .....	300	315	
00.09 Improve reliability of the NAS .....	377	446	
00.10 Improve the efficiency of mission support .....	377	434	
09.01 Reimbursable program .....	84	120	120
10.00 Total new obligations .....	3,283	3,135	2,985
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	483	476	442
22.00 New budget authority (gross) .....	3,178	3,101	3,036
22.10 Resources available from recoveries of prior year obligations .....	112		
23.90 Total budgetary resources available for obligation	3,773	3,577	3,478
23.95 Total new obligations .....	-3,283	-3,135	-2,985
23.98 Unobligated balance expiring or withdrawn .....	-14		
24.40 Unobligated balance carried forward, end of year .....	476	442	493
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....	3,023	2,981	2,916
40.36 Unobligated balance rescinded .....	-15		
40.73 Reduction pursuant to P.L. 107-206 .....	-2		
43.00 Appropriation (total discretionary) .....	3,006	2,981	2,916
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	172	120	120
70.00 Total new budget authority (gross) .....	3,178	3,101	3,036
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1,751	1,989	2,036
73.10 Total new obligations .....	3,283	3,135	2,985
73.20 Total outlays (gross) .....	-2,909	-3,088	-3,349
73.40 Adjustments in expired accounts (net) .....	-24		
73.45 Recoveries of prior year obligations .....	-112		
74.40 Obligated balance, end of year .....	1,989	2,036	1,672
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,582	1,402	1,374
86.93 Outlays from discretionary balances .....	1,327	1,686	1,975

87.00	Total outlays (gross) .....	2,909	3,088	3,349
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	-143	-100	-100
88.40	Non-Federal sources .....	-29	-20	-20
88.90	Total, offsetting collections (cash) .....	-172	-120	-120
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	3,006	2,981	2,916
90.00	Outlays .....	2,737	2,968	3,229
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>				
99.00	Budget authority .....	17	18	18
99.01	Outlays .....	17	18	18

Note.—Improve reliability of the national air space system has an estimated contingent liability of \$63 million (present value) associated with the FAA's long-term lease of facilities at the Mike Monroney Aeronautical Center, Oklahoma City, Oklahoma. This contingent liability will be funded through this account.

Funding in this account provides for the national airspace system equipment, facility, and related applied research activities. For 2004, the majority of proposed funding is allocated to the following performance goal areas of the FAA: improve aviation safety; improve efficiency to the air traffic control system; increase capacity of the national airspace system; improve reliability of the national airspace system; and, improve efficiency of mission support.

Object Classification (in millions of dollars)

Identification code 69-8107-0-7-402	2002 actual	2003 est.	2004 est.	
<b>Direct obligations:</b>				
Personnel compensation:				
11.1	Full-time permanent .....	238	266	287
11.3	Other than full-time permanent .....	1	1	1
11.5	Other personnel compensation .....	9	10	11
11.9	Total personnel compensation .....	248	277	299
12.1	Civilian personnel benefits .....	66	78	75
21.0	Travel and transportation of persons .....	43	51	53
22.0	Transportation of things .....	3	6	5
23.2	Rental payments to others .....	61	56	54
23.3	Communications, utilities, and miscellaneous charges .....	16	17	15
24.0	Printing and reproduction .....		2	2
25.2	Other services .....	1,671	1,441	1,316
26.0	Supplies and materials .....	26	51	49
31.0	Equipment .....	902	849	825
32.0	Land and structures .....	150	180	165
41.0	Grants, subsidies, and contributions .....	13	7	7
99.0	Direct obligations .....	3,199	3,015	2,865
99.0	Reimbursable obligations .....	84	120	120
99.9	Total new obligations .....	3,283	3,135	2,985

Personnel Summary

Identification code 69-8107-0-7-402	2002 actual	2003 est.	2004 est.	
<b>Direct:</b>				
1001	Total compensable workyears: Civilian full-time equivalent employment .....	2,846	3,234	3,234
<b>Reimbursable:</b>				
2001	Total compensable workyears: Civilian full-time equivalent employment .....	33	55	55

RESEARCH, ENGINEERING, AND DEVELOPMENT

(AIRPORT AND AIRWAY TRUST FUND)

For necessary expenses, not otherwise provided for, for research, engineering, and development, as authorized under part A of subtitle VII of title 49, United States Code, including construction of experimental facilities and acquisition of necessary sites by lease or grant, \$100,000,000, to be derived from the Airport and Airway Trust Fund and to remain available until September 30, 2006: Provided, That there may be credited to this appropriation funds received from States, counties, municipalities, other public authorities, and private sources, for expenses incurred for research, engineering, and development.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)			
Identification code 69-8108-0-7-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 System development and infrastructure .....	18		
00.04 Weather .....	24		
00.06 Aircraft safety technology .....	66		
00.07 System security technology .....	95		
00.08 Human factors and aviation medicine .....	24		
00.09 Environment and energy .....	22		
00.11 Improve aviation safety .....		112	87
00.12 Improve efficiency of the air traffic control system .....		10	
00.13 Reduce environmental impact of aviation .....		9	8
00.14 Improve the efficiency of mission support .....		9	5
09.01 Reimbursable program .....	4	16	16
10.00 Total new obligations .....	253	156	116
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	13	16	
22.00 New budget authority (gross) .....	249	140	116
22.10 Resources available from recoveries of prior year obligations .....		7	
23.90 Total budgetary resources available for obligation .....	269	156	116
23.95 Total new obligations .....	-253	-156	-116
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	16		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....	245	124	100
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	4	16	16
70.00 Total new budget authority (gross) .....	249	140	116
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	165	206	145
73.10 Total new obligations .....	253	156	116
73.20 Total outlays (gross) .....	-204	-217	-173
73.40 Adjustments in expired accounts (net) .....	-1		
73.45 Recoveries of prior year obligations .....	-7		
74.40 Obligated balance, end of year .....	206	145	88
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	97	90	76
86.93 Outlays from discretionary balances .....	107	127	97
87.00 Total outlays (gross) .....	204	217	173
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-4	-16	-16
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	245	124	100
90.00 Outlays .....	200	201	157
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	3	3	3
99.01 Outlays .....	3	3	3

This account provides funding to conduct research, engineering, and development to improve the national airspace system's capacity and safety, as well as the ability to meet environmental needs. For 2004, the majority of proposed funding is allocated to the following performance goal areas of the FAA: improve aviation safety; reduce environmental impact of aviation; and, improve the efficiency of mission support.

Object Classification (in millions of dollars)			
Identification code 69-8108-0-7-402	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	32	23	24

11.3 Other than full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	1		
11.9 Total personnel compensation .....	34	24	25
12.1 Civilian personnel benefits .....	7	5	6
21.0 Travel and transportation of persons .....	3	2	2
23.3 Communications, utilities, and miscellaneous charges .....	2	2	1
25.5 Research and development contracts .....	153	74	44
26.0 Supplies and materials .....	4	4	1
31.0 Equipment .....	4	4	1
41.0 Grants, subsidies, and contributions .....	42	25	20
99.0 Direct obligations .....	249	140	100
99.0 Reimbursable obligations .....	4	16	16
99.9 Total new obligations .....	253	156	116

**Personnel Summary**

Identification code 69-8108-0-7-402	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	420	292	292

**TRUST FUND SHARE OF FAA OPERATIONS  
(AIRPORT AND AIRWAY TRUST FUND)**

**Program and Financing (in millions of dollars)**

Identification code 69-8104-0-7-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Regulation and certification .....	58	42	
00.03 Civil aviation security .....	73	27	
00.04 Payment to Operations .....	5,773	3,799	6,000
10.00 Total new obligations .....	5,904	3,868	6,000
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....		69	
22.00 New budget authority (gross) .....	5,973	3,799	6,000
23.90 Total budgetary resources available for obligation .....	5,973	3,868	6,000
23.95 Total new obligations .....	-5,904	-3,868	-6,000
24.40 Unobligated balance carried forward, end of year .....	69		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....	5,973	3,799	6,000
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	74	75	
73.10 Total new obligations .....	5,904	3,868	6,000
73.20 Total outlays (gross) .....	-5,902	-3,943	-6,000
74.10 Change in uncollected customer payments from Federal sources (expired) .....	-1		
74.40 Obligated balance, end of year .....	75		
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	5,902	3,799	6,000
86.93 Outlays from discretionary balances .....		144	
87.00 Total outlays (gross) .....	5,902	3,943	6,000
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-2		
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	5,973	3,799	6,000
90.00 Outlays .....	5,902	3,943	6,000

For 2004, the budget proposes \$7,591 million for FAA Operations, of which \$6,000 million would be provided from the Airport and Airway Trust Fund.

TRUST FUND SHARE OF FAA OPERATIONS—Continued  
(AIRPORT AND AIRWAY TRUST FUND)—Continued

**Object Classification** (in millions of dollars)

Identification code 69-8104-0-7-402	2002 actual	2003 est.	2004 est.
11.1 Personnel compensation: Full-time permanent .....	40		
12.1 Civilian personnel benefits .....	15		
25.2 Other services .....	58	69	
31.0 Equipment .....	17		
94.0 Financial transfers .....	5,774	3,799	6,000
99.0 Direct obligations .....	5,904	3,868	6,000
99.9 Total new obligations .....	5,904	3,868	6,000

**Personnel Summary**

Identification code 69-8104-0-7-402	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	792		

**FEDERAL HIGHWAY ADMINISTRATION**

The Transportation Equity Act for the 21st Century (TEA-21), which authorized most surface transportation programs from 1998 through 2003, expires September 30, 2003. The President's Budget and reauthorization proposals build and improve upon TEA-21's successes. The President's Budget continues transportation infrastructure investment to increase the mobility and productivity of the Nation, strengthens transportation safety programs, and provides focus on program efficiencies, oversight, and accountability.

Title 23 U.S.C. ("Highways") and other supporting legislation provide authority for the various programs of the Federal Highway Administration designed to improve highways throughout the Nation.

In 2004, the Federal Highway Administration continues major programs, including the Surface Transportation Program, the National Highway System, Interstate Maintenance, Highway Bridge Replacement and Rehabilitation Program, Congestion Mitigation and Air Quality Improvement Program, and Transportation Infrastructure Finance and Innovation programs. In addition, the Budget proposes a new \$1 billion Infrastructure Performance and Maintenance Program targeted at "ready-to-go" highway projects. The program will use the Surface Transportation Program funding formula.

In summary, the 2004 budget consists of \$30,412 million in new budget authority and \$29,675 million in outlays. The following table reflects program levels (obligations). Because project selection is determined by the States, the 2003 and 2004 program levels are estimates.

**FEDERAL HIGHWAY ADMINISTRATION**

(In millions of dollars)

	2002 actual <sup>1</sup>	2003 est.	2004 est.
Obligations:			
Federal-aid highways .....	31,883	28,629	31,171
Federal-aid subject to limitation .....	30,761	27,459	30,340
Administration, accruals for CSRS and FEHB .....	[24]	[24]	[24]
State infrastructure banks .....		1	
Miscellaneous highway trust funds .....	336	256	179
Appalachian development highway system (GF) .....	99	107	
Appalachian development highway system (TF) .....	60	1	
Miscellaneous appropriations (GF) .....	96	49	49
Miscellaneous trust funds .....	142	57	341
Total program level .....	32,618	29,100	31,741
Total discretionary .....	31,354	27,873	30,469
Total mandatory .....	1,264	1,227	1,272

<sup>1</sup>2002 funds reflect the transfer of \$1.7 billion from FHWA to FTA. The budget assumes that flex-funding transfer between FHWA and FTA will continue.

**Federal Funds**

MISCELLANEOUS APPROPRIATIONS

Note.—2002 appropriations were provided by section 330 of the Department of Transportation and Related Agencies Appropriations Act, 2002, as amended by section 1103 of the Emergency Supplemental Act, 2002.

**Program and Financing** (in millions of dollars)

Identification code 69-9911-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.10 Feasibility, design, environmental and engineering .....		1	1
00.11 Bridge Improvement demo proj .....		1	1
00.12 Interstate transfer grants .....		1	1
00.24 Highway demonstration projects .....	7	3	3
00.30 Highway demonstration projects—preliminary engineering .....		1	1
00.45 Highway bypass demonstration .....		2	2
00.46 Railroad highway crossing demonstration .....		2	2
00.79 Surface transportation projects .....	36	36	36
00.83 Miscellaneous highway projects/muscle shoals .....	53	2	2
10.00 Total new obligations (object class 41.0) .....	96	49	49

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year	192	247	198
22.00 New budget authority (gross) .....	148		
22.10 Resources available from recoveries of prior year obligations .....	3		
23.90 Total budgetary resources available for obligation	343	247	198
23.95 Total new obligations .....	-96	-49	-49
24.40 Unobligated balance carried forward, end of year .....	247	198	149

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	148		

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	728	792	623
73.10 Total new obligations .....	96	49	49
73.20 Total outlays (gross) .....	-28	-218	-128
73.45 Recoveries of prior year obligations .....	-3		
74.40 Obligated balance, end of year .....	792	623	544

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	40		
86.93 Outlays from discretionary balances .....	-12	218	128
87.00 Total outlays (gross) .....	28	218	128

**Net budget authority and outlays:**

89.00 Budget authority .....	148		
90.00 Outlays .....	28	218	128

This consolidated schedule shows the obligation and outlay of amounts made available for programs in prior years. No further appropriation is requested.

APPALACHIAN DEVELOPMENT HIGHWAY SYSTEM

**Program and Financing** (in millions of dollars)

Identification code 69-0640-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Appalachian highway development system, 1998 .....	2		
00.03 Appalachian highway development system, 2002 .....	97	107	
10.00 Total new obligations (object class 25.2) .....	99	107	

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year	7	107	
22.00 New budget authority (gross) .....	200		
23.90 Total budgetary resources available for obligation	207	107	
23.95 Total new obligations .....	-99	-107	
24.40 Unobligated balance carried forward, end of year .....	107		

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	200		

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	94	131	148
73.10	Total new obligations .....	99	107	
73.20	Total outlays (gross) .....	-62	-90	-74
74.40	Obligated balance, end of year .....	131	148	74

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	12		
86.93	Outlays from discretionary balances .....	50	90	74
87.00	Total outlays (gross) .....	62	90	74

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	200		
90.00	Outlays .....	62	90	74

Funding for this program will be used for the necessary expenses relating to construction of, and improvements to, corridor X of the Appalachian Development Highway System (ADHS) in the State of Alabama, and to the ADHS in the State of West Virginia. No further appropriation is requested as the ADHS is funded as part of the Federal-aid highway program.

STATE INFRASTRUCTURE BANKS

Program and Financing (in millions of dollars)

Identification code 69-0549-0-1-401

<b>Obligations by program activity:</b>				
00.01	Direct Program Activity .....		1	
10.00	Total new obligations (object class 25.2) .....		1	

<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	5	1	
22.00	New budget authority (gross) .....	-6		
22.10	Resources available from recoveries of prior year obligations .....	2		
23.90	Total budgetary resources available for obligation .....	1	1	
23.95	Total new obligations .....		-1	
24.40	Unobligated balance carried forward, end of year .....	1		

<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.36	Unobligated balance rescinded .....	-6		

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	20	16	11
73.10	Total new obligations .....		1	
73.20	Total outlays (gross) .....	-3	-6	-6
73.45	Recoveries of prior year obligations .....	-2		
74.40	Obligated balance, end of year .....	16	11	5

<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	3	6	6

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	-6		
90.00	Outlays .....	3	6	6

This schedule shows the obligation and outlay of amounts made available in prior years. No further appropriations are requested.

ELLSWORTH HOUSING SETTLEMENT

Program and Financing (in millions of dollars)

Identification code 69-5460-0-2-401

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	3	2	
73.20	Total outlays (gross) .....	-2		
74.40	Obligated balance, end of year .....	2		

<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	2		

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	2		

The account reflects a portion of the funds received by the United States in settlement of the claims against the Hunt Building Corporation and Ellsworth Housing Limited Partnership. The funds that are available to the Secretary of Transportation are for construction of an access road on Interstate Route 90 at Box Elder, South Dakota.

Credit accounts:

TRANSPORTATION INFRASTRUCTURE FINANCE AND INNOVATION  
PROGRAM DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 69-4123-0-3-401

<b>Obligations by program activity:</b>				
00.01	Loan obligations .....	573	2,162	2,200
00.02	Interest paid to Treasury .....	22	37	73
10.00	Total new obligations .....	595	2,199	2,273

<b>Budgetary resources available for obligation:</b>				
22.00	New financing authority (gross) .....	595	2,199	2,273
22.10	Resources available from recoveries of prior year obligations .....		240	
22.70	Balance of authority to borrow withdrawn .....		-240	
23.90	Total budgetary resources available for obligation .....	595	2,199	2,273
23.95	Total new obligations .....	-595	-2,199	-2,273

<b>New financing authority (gross), detail:</b>				
Mandatory:				
67.10	Authority to borrow .....	562	2,084	2,136
69.00	Offsetting collections (cash) .....	27	75	74
69.10	Change in uncollected customer payments from Federal sources (unexpired) .....	6	61	63
69.47	Portion applied to repay debt .....		-21	
69.90	Spending authority from offsetting collections (total mandatory) .....	33	115	137
70.00	Total new financing authority (gross) .....	595	2,199	2,273

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1,980	2,496	3,862
73.10	Total new obligations .....	595	2,199	2,273
73.20	Total financing disbursements (gross) .....	-73	-532	-1,001
73.45	Recoveries of prior year obligations .....		-240	
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	-6	-61	-63
74.40	Obligated balance, end of year .....	2,496	3,862	5,069
87.00	Total financing disbursements (gross) .....	73	532	1,001

<b>Offsets:</b>				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources: subsidy from program account .....		-55	-54
88.25	Interest on uninvested funds .....	-1		
88.40	Non-Federal sources: interest payments .....	-26	-20	-20
88.90	Total, offsetting collections (cash) .....	-27	-75	-74
Against gross financing authority only:				
88.95	Change in receivables from program accounts .....	-6	-61	-63

<b>Net financing authority and financing disbursements:</b>				
89.00	Financing authority .....	562	2,063	2,136
90.00	Financing disbursements .....	45	457	927

**Credit accounts—Continued****TRANSPORTATION INFRASTRUCTURE FINANCE AND INNOVATION  
PROGRAM DIRECT LOAN FINANCING ACCOUNT—Continued****Status of Direct Loans (in millions of dollars)**

Identification code 69-4123-0-3-401	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	2,200	2,200	2,200
1142 Unobligated direct loan limitation (-) .....	-1,627	-38	
1150 Total direct loan obligations .....	573	2,162	2,200
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	300	351	846
1231 Disbursements: Direct loan disbursements .....	51	495	928
1251 Repayments: Repayments and prepayments .....			
1290 Outstanding, end of year .....	351	846	1,774

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans made under the Transportation Infrastructure Finance and Innovation Act Program (TIFIA). The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet (in millions of dollars)**

Identification code 69-4123-0-3-401	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
Investments in US securities:				
1106 Federal assets: Receivables, net .....	176	174	328	184
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	300	351	846	1,774
1402 Interest receivable .....	15	19	20	20
1405 Allowance for subsidy cost (-) .....	-20	8	42	96
1499 Net present value of assets related to direct loans .....	295	378	908	1,890
1999 Total assets .....	471	552	1,236	2,074
<b>LIABILITIES:</b>				
Federal liabilities:				
2103 Debt .....	295	346	479	1,281
2105 Other .....	176	206	757	793
2999 Total liabilities .....	471	552	1,236	2,074
4999 Total liabilities and net position .....	471	552	1,236	2,074

**TRANSPORTATION INFRASTRUCTURE FINANCE AND INNOVATION  
PROGRAM GUARANTEED LOAN FINANCING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 69-4145-0-3-401	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....			2
22.00 New financing authority (gross) .....		2	4
23.90 Total budgetary resources available for obligation .....		2	6
24.40 Unobligated balance carried forward, end of year .....		2	6
<b>New financing authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....		2	4
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
88.00 Offsetting collections (cash) from: Federal sources: loan guarantee subsidy .....		-2	-4
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			
90.00 Financing disbursements .....		-2	-4

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 69-4145-0-3-401	2002 actual	2003 est.	2004 est.
<b>LOAN GUARANTEES</b>			
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	100	200	200
2142 Uncommitted loan guarantee limitation .....	-100		
2150 Total guaranteed loan commitments .....		200	200
2199 Guaranteed amount of guaranteed loan commitments .....		200	200
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....			120
2231 Disbursements of new guaranteed loans .....		120	160
2290 Outstanding, end of year .....		120	280
<b>Memorandum:</b>			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....		120	280

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees made under the Transportation Infrastructure Finance and Innovation Act Program (TIFIA). The amounts are a means of financing and are not included in the budget totals.

**Balance Sheet (in millions of dollars)**

Identification code 69-4145-0-3-401	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
Federal assets: Fund balances with Treasury .....				
1101			2	6
1999 Total assets .....			2	6
<b>LIABILITIES:</b>				
Non-Federal liabilities: Liabilities for loan guarantees .....				
2204			2	6
2999 Total liabilities .....			2	6
<b>NET POSITION:</b>				
3999 Total net position .....				
4999 Total liabilities and net position .....			2	6

**TRANSPORTATION INFRASTRUCTURE FINANCE AND INNOVATION  
PROGRAM LINE OF CREDIT FINANCING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 69-4173-0-3-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Lines of credit .....		200	77
10.00 Total new obligations .....		200	77
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....		200	77
22.10 Resources available from recoveries of prior year obligations .....		30	
22.70 Balance of authority to borrow withdrawn .....		-30	
23.90 Total budgetary resources available for obligation .....		200	77
23.95 Total new obligations .....		-200	-77
<b>New financing authority (gross), detail:</b>			
Mandatory:			
67.10 Authority to borrow .....		200	69
69.00 Offsetting collections (cash) .....			8
70.00 Total new financing authority (gross) .....		200	77
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	83	83	248
73.10 Total new obligations .....		200	77
73.20 Total financing disbursements (gross) .....		-5	-26

73.45	Recoveries of prior year obligations .....	-30		
74.40	Obligated balance, end of year .....	83	248	299
87.00	Total financing disbursements (gross) .....		5	26
<b>Offsets:</b>				
Against gross financing authority and financing disbursements:				
88.00	Offsetting collections (cash) from: Federal sources .....			-8
<b>Net financing authority and financing disbursements:</b>				
89.00	Financing authority .....	200		69
90.00	Financing disbursements .....		5	18

**Status of Direct Loans** (in millions of dollars)

Identification code 69-4173-0-3-401	2002 actual	2003 est.	2004 est.	
<b>LINES OF CREDIT</b>				
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans .....	100	200	200
1142	Unobligated direct loan limitation (-) .....	-100		
1150	Total direct loan obligations .....		200	200
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....			5
1231	Disbursements: Direct loan disbursements .....		5	25
1290	Outstanding, end of year .....		5	30

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from lines of credit made under the Transportation Infrastructure Finance and Innovation Act Program (TIFIA). The amounts are a means of financing and are not included in the budget totals.

**Balance Sheet** (in millions of dollars)

Identification code 69-4173-0-3-401	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1101	Federal assets: Fund balances with Treasury .....	53	248	422
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross .....		5	30
1405	Allowance for subsidy cost (-) .....			
1499	Net present value of assets related to direct loans .....		5	30
1999	Total assets .....	53	253	452
<b>LIABILITIES:</b>				
2103	Federal liabilities: Debt .....	53	253	452
2999	Total liabilities .....	53	253	452
<b>NET POSITION:</b>				
3999	Total net position .....			
4999	Total liabilities and net position .....	53	253	452

**ORANGE COUNTY (CA) TOLL ROAD DEMONSTRATION PROJECT PROGRAM ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 69-0543-0-1-401	2002 actual	2003 est.	2004 est.	
<b>Budgetary resources available for obligation:</b>				
22.10	Resources available from recoveries of prior year obligations .....		2	
23.98	Unobligated balance expiring or withdrawn .....		-2	
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	12	12	10
73.45	Recoveries of prior year obligations .....		-2	
74.40	Obligated balance, end of year .....	12	10	10
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			

90.00	Outlays .....			
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As required by the Federal Credit Reform Act of 1990, this account records for this program, the subsidy costs associated with the direct loans obligated in 1992 and later years (including modifications of direct loans, loan guarantees, or lines of credit that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Future Federal credit enhancements for transportation infrastructure will be made under the Transportation Infrastructure Finance and Innovation Act Program.

**ORANGE COUNTY (CA) TOLL ROAD DEMONSTRATION PROJECT DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 69-4200-0-3-401	2002 actual	2003 est.	2004 est.	
<b>Budgetary resources available for obligation:</b>				
22.10	Resources available from recoveries of prior year obligations .....		27	
23.98	Unobligated balance expiring or withdrawn .....		-27	
<b>New financing authority (gross), detail:</b>				
Mandatory:				
69.10	Change in uncollected customer payments from Federal sources (unexpired) .....		2	
69.45	Portion precluded from obligation (limitation on obligations) .....		-2	
69.90	Spending authority from offsetting collections (total mandatory) .....			
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	165	165	136
73.45	Recoveries of prior year obligations .....		-27	
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....		-2	
74.40	Obligated balance, end of year .....	165	136	136
<b>Offsets:</b>				
Against gross financing authority only:				
88.95	Change in receivables from program accounts .....		-2	
<b>Net financing authority and financing disbursements:</b>				
89.00	Financing authority .....		-2	
90.00	Financing disbursements .....			

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and later years (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**Trust Funds**

**RIGHT-OF-WAY REVOLVING FUND LIQUIDATING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 69-8402-0-8-401	2002 actual	2003 est.	2004 est.	
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	-10	-10	-10
22.10	Resources available from recoveries of prior year obligations .....		10	10
23.90	Total budgetary resources available for obligation .....			

RIGHT-OF-WAY REVOLVING FUND LIQUIDATING ACCOUNT—Continued

Program and Financing (in millions of dollars)—Continued				
Identification code 69-8402-0-8-401	2002 actual	2003 est.	2004 est.	
<b>New budget authority (gross), detail:</b>				
Mandatory:				
60.26	Appropriation (trust fund)	-10	-10	-10
69.00	Offsetting collections (cash)	10	10	10
69.45	Portion precluded from obligation (limitation on obligations)	-10	-10	-10
69.90	Spending authority from offsetting collections (total mandatory)			
70.00	Total new budget authority (gross)	-10	-10	-10
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year	21	14	7
73.20	Total outlays (gross)	3	3	3
73.45	Recoveries of prior year obligations	-10	-10	-10
74.40	Obligated balance, end of year	14	7	
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances	-3	-3	-3
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	-10	-10	-10
<b>Net budget authority and outlays:</b>				
89.00	Budget authority	-20	-20	-20
90.00	Outlays	-12	-13	-13

Status of Direct Loans (in millions of dollars)				
Identification code 69-8402-0-8-401	2002 actual	2003 est.	2004 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	109	98	95
1231	Disbursements: Direct loan disbursements	3	7	7
1251	Repayments: Repayments and prepayments	-10	-10	-10
1264	Write-offs for default: Other adjustments, net	-4		
1290	Outstanding, end of year	98	95	92

The Federal-Aid Highway Act of 1968 authorized the establishment of a right-of-way revolving fund. This fund was used to make cash advances to States for the purpose of purchasing right-of-way parcels in advance of highway construction and thereby preventing the inflation of land prices from significantly increasing construction costs.

This program was terminated by TEA-21 but will continue to be shown for reporting purposes as loan balances remain outstanding. The purchase of right-of-way is an eligible expense of the Federal-aid program and therefore a separate program is unnecessary. No further obligations are proposed in 2004.

Statement of Operations (in millions of dollars)				
Identification code 69-8402-0-8-401	2001 actual	2002 actual	2003 est.	2004 est.
0101	Revenue	19	12	10
0102	Expense	-12	-2	-14
0105	Net income or loss (-)	7	10	-4

HIGHWAY TRUST FUND

Program and Financing (in millions of dollars)

Identification code 20-8102-0-7-401	2002 actual	2003 est.	2004 est.	
<b>Memorandum (non-add) entries:</b>				
92.01	Total investments, start of year: Federal securities:			
	Par value	24,115	18,840	19,472

92.02	Total investments, end of year: Federal securities:			
	Par value	18,840	19,472	23,258

The Highway Revenue Act of 1956, as amended, provides for the transfer from the General Fund to the Highway Trust Fund of revenue from the motor fuel tax and certain other taxes paid by highway users. The Secretary of the Treasury estimates the amounts to be transferred. In turn, appropriations are authorized from this fund to meet expenditures for Federal-aid highways and other programs as specified by law.

This table shows the status of the resources of the Highway Trust Fund relative to the obligational authority that has been made available for programs financed by the trust fund. The encumbered balance indicates the degree to which the outstanding obligational authority exceeds the estimated cash balances of the fund each year. Under the laws governing the Highway Trust Fund, the amount of obligational authority available at any time cannot exceed the actual cash balances plus the amount of receipts estimated to be collected during the following two years; for most other trust funds obligational authority is limited to the actual receipts of the fund.

The Administration proposes the redirection to the highway account of the Highway Trust Fund of the 2.5 cents per gallon of the excise tax on gasohol currently deposited in the General Fund of the Treasury. This change would be effective October 1, 2003.

The status of the fund is as follows:

Status of Funds (in millions of dollars)				
Identification code 20-8102-0-7-401	2002 actual	2003 est.	2004 est.	
Unexpended balance, start of year:				
0100	Uninvested balance	3,625	3,393	
0101	Federal securities: Par value	24,115	18,840	19,472
0199	Total balance, start of year	27,740	22,233	19,472
Cash income during the year:				
Current law:				
Receipts:				
1200	Highway trust fund, deposits (Highway account)	27,982	28,144	29,476
1201	Highway Trust Fund deposits (Transit account)	4,621	4,671	4,793
Offsetting receipts (proprietary):				
1220	CMA receipts	1		
Offsetting collections:				
Offsetting governmental receipts:				
1280	Federal-aid highways	61	92	92
1280	Offsetting collections			10
1280	Offsetting collections			20
1281	NHTSA Grants	11	11	16
1282	Right-of-way revolving fund liquidating account	10	10	10
1283	Motor carrier safety	12	10	
1299	Income under present law	32,698	32,938	34,417
Proposed legislation:				
Receipts:				
2200	Receipts			643
3299	Total cash income	32,698	32,938	35,060
Cash outgo during year:				
Current law:				
4500	Federal-aid highways	-30,222	-28,286	-28,935
4501	Motor carrier safety	-116	-151	-12
4502	National motor carrier safety program	-164	-233	-137
4503	Highway-related safety grants		-1	
4504	Right-of-way revolving fund (trust revolving fund)	3	3	3
4505	Miscellaneous highway trust funds	-224	-301	-286
4506	Operations and research (trust fund share)	-96	-94	-104
4507	Highway traffic safety grants	-229	-229	-322
4509	Discretionary grants (trust fund)	-495	-455	-220
4510	Trust fund share of expenses	-6,573	-5,781	-321
4511	Construction, National Park Service, Interior	-2	-4	-1
4514	Appalachian development highway system	-80	-76	-34
4515	Border enforcement program	-7	-91	-6
4517	Motor carrier safety grants			-62
4518	Motor carrier safety operations and programs			-212
4519	Formula grants and research			-598
4599	Outgo under current law (-)	-38,205	-35,699	-31,247

5500	Proposed legislation: Federal-aid highways .....			-27
6599	Total cash outgo (-) .....	-38,205	-35,699	-31,274
	Unexpended balance, end of year:			
8700	Uninvested balance .....	3,393		
8701	Federal securities: Par value .....	18,840	19,472	23,258
8799	Total balance, end of year .....	22,233	19,472	23,258
	Commitments against unexpended balance, end of year:			
9801	Obligated balance (-) .....	-41,660	-41,608	-47,822
9802	Unobligated balance (-) .....	-29,593	-32,007	-32,034
	Total commitments (-) .....	-71,253	-73,615	-79,856
	Excess commitments over fund's cash balance, end of year (-) .....	-49,020	-54,143	-56,598

The following table shows the annual income and outlays of programs funded by the highway account of the trust fund.

**HIGHWAY TRUST FUND  
(HIGHWAY ACCOUNT ONLY)**

[In millions of dollars]

	2002 actual	2003 est.	2004 est.
Unexpended balance, start of year .....	20,372	16,136	14,941
Cash income during the year:			
Total cash income .....	27,982	28,144	30,119
Cash outgo during the year (outlays) .....	32,244	29,268	29,942
Unexpended balance, end of year .....	16,136	14,941	15,053

Note.—The invested balances shown above include both appropriated and unavailable balances.

**FEDERAL-AID HIGHWAYS  
(LIMITATION ON OBLIGATIONS)  
(HIGHWAY TRUST FUND)**

None of the funds in this Act shall be available for the implementation or execution of programs, the obligations for which are in excess of \$29,293,948,000 for Federal-aid highways and highway safety construction programs for fiscal year 2004: Provided, That within this limitation, \$1,000,000,000 shall be available for the Infrastructure Performance and Maintenance Program.

**(LIQUIDATION OF CONTRACT AUTHORIZATION)**

**(HIGHWAY TRUST FUND)**

Notwithstanding any other provision of law, for carrying out the provisions of title 23, United States Code, that are attributable to Federal-aid highways, including the National Scenic and Recreational Highway as authorized by 23 U.S.C. 148, not otherwise provided, including reimbursement for sums expended pursuant to the provisions of 23 U.S.C. 308, \$30,000,000,000 or so much thereof as may be available in and derived from the Highway Trust Fund, to remain available until expended.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy—[TIFIA] .....	16	96	117
00.02 Guaranteed loan subsidy [TIFIA] .....	9	10	10
00.03 Line of credit [TIFIA] .....		8	10
00.05 Reestimates of direct loan subsidy .....		18	
00.06 Interest on the reestimate of direct loan subsidy .....		3	
00.09 Administrative expenses [TIFIA] .....	1	2	2
00.11 Interstate maintenance .....	4,249	4,217	4,975
00.12 National highway system .....	6,351	5,063	6,088
00.13 Bridge program .....	3,327	3,618	4,122
00.14 Surface transportation program .....	7,610	5,539	5,068
00.15 Congestion mitigation and air quality improvement .....	1,054	1,435	1,341
00.16 Infrastructure performance and maintenance program .....			1,000
00.17 Appalachian development highway system .....	384	394	444
00.18 Reauthorization initiatives and other programs .....	4,291	3,341	3,378
00.19 Federal lands highways .....	702	771	940
00.20 Transportation research .....	347	618	404

00.21	Minimum guarantee .....	2,119	2,009	2,002
00.22	Administration [Federal-aid highways] .....	310	318	339
00.91	Programs subject to obligation limitation .....	30,761	27,459	30,240
02.11	Emergency relief program .....	87	138	100
02.13	Minimum allocation/guarantee .....	655	582	616
02.14	Demonstration projects .....	264	165	115
02.91	Programs exempt from obligation limitation .....	1,006	885	831
03.01	Emergency supplementals .....	116	285	
06.00	Total direct program .....	31,883	28,629	31,071
09.01	Reimbursable program .....	47	92	92
10.00	Total new obligations .....	31,930	28,721	31,163

**Budgetary resources available for obligation:**

	Unobligated balance carried forward, start of year:			
21.40	Unobligated balance carried forward, start of year .....	22,083	24,346	27,761
21.40	Unobligated balance carried forward, start of year .....	5,571	5,162	4,200
22.00	New budget authority (gross) .....	33,806	31,174	30,124
23.90	Total budgetary resources available for obligation .....	61,460	60,682	62,085
23.95	Total new obligations .....	-31,930	-28,721	-31,163
23.98	Unobligated balance expiring or withdrawn .....	-21		
	Unobligated balance carried forward, end of year:			
24.40	Unobligated balance carried forward, end of year .....	24,346	27,761	28,422
24.40	Unobligated balance carried forward, end of year .....	5,162	4,200	2,500

**New budget authority (gross), detail:**

<b>Discretionary:</b>				
Appropriation (trust fund):				
40.26	Appropriation (trust fund) .....	30,000	29,000	30,000
40.26	Appropriation (trust fund, definite) (Emergency relief) .....	340		
40.35	Appropriation rescinded .....	-98		
40.49	Portion applied to liquidate contract authority .....	-28,825	-29,000	-30,000
41.00	Transferred to other accounts .....	-1,177		
42.00	Transferred from other accounts .....	2		
43.00	Appropriation (total discretionary) .....	242		
49.35	Contract authority rescinded .....	-1		
49.36	Unobligated balance rescinded .....	-373		
49.90	Contract authority (total discretionary) .....	-374		
<b>Mandatory:</b>				
Contract authority:				
66.10	Contract authority Upward Reestimates .....		21	
66.10	Contract authority .....	35,066	31,061	30,032
66.61	Transferred to other accounts .....	-1,177		
66.62	Transferred from other accounts .....	2		
66.90	Contract authority (total mandatory) .....	33,891	31,082	30,032
<b>Spending authority from offsetting collections:</b>				
<b>Discretionary:</b>				
68.00	Offsetting collections (cash) .....	61	92	92
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	-14		
68.90	Spending authority from offsetting collections (total discretionary) .....	47	92	92
70.00	Total new budget authority (gross) .....	33,806	31,174	30,124

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	38,689	40,411	40,846
73.10	Total new obligations .....	31,930	28,721	31,163
73.20	Total outlays (gross) .....	-30,222	-28,286	-28,935
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	14		
74.40	Obligated balance, end of year .....	40,411	40,846	43,074

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	10,029	7,537	8,001
86.93	Outlays from discretionary balances .....	18,969	19,587	19,912
86.97	Outlays from new mandatory authority .....	272	221	200
86.98	Outlays from mandatory balances .....	952	941	822
87.00	Total outlays (gross) .....	30,222	28,286	28,935

**Offsets:**

<b>Against gross budget authority and outlays:</b>				
Offsetting collections (cash) from:				
88.40	Non-Federal sources .....	-2	-10	-10
88.45	Offsetting governmental collections (from non-Federal sources) .....	-59	-82	-82
88.90	Total, offsetting collections (cash) .....	-61	-92	-92

FEDERAL-AID HIGHWAYS—Continued  
(HIGHWAY TRUST FUND)—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	14		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	33,759	31,082	30,032
90.00 Outlays .....	30,161	28,194	28,843
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	24	24	24
99.01 Outlays .....	24	24	24

Summary of Budget Authority and Outlays

(in millions of dollars)

	2002 actual	2003 est.	2004 est.
Enacted/requested:			
Budget Authority .....	33,759	31,082	30,032
Outlays .....	30,161	28,194	28,843
Legislative proposal, subject to PAYGO:			
Budget Authority .....			100
Outlays .....			27
<b>Total:</b>			
Budget Authority .....	33,759	31,082	30,132
Outlays .....	30,161	28,194	28,870

Status of Contract Authority (in millions of dollars)

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....	33,517	31,082	30,032
0220 Contract authority .....			100
0299 Total contract authority .....	33,517	31,082	30,132
0400 Appropriation to liquidate contract authority .....	-28,825	-29,000	-30,000

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Direct loan .....	573	2,162	2,200
115002 Line of credit .....		200	77
115901 Total direct loan levels .....	573	2,362	2,277
Direct loan subsidy (in percent):			
132001 Direct loan .....	2.79	4.44	5.33
132002 Line of credit .....	0.00	3.93	12.93
132901 Weighted average subsidy rate .....	2.79	4.40	5.58
Direct loan subsidy budget authority:			
133001 Direct loan .....	16	96	117
133002 Line of credit .....		8	10
133901 Total subsidy budget authority .....	16	104	127
Direct loan subsidy outlays:			
134001 Direct loan .....		34	54
134002 Line of credit .....			8
134901 Total subsidy outlays .....		34	62
Direct loan upward reestimate subsidy budget authority:			
135001 Direct loan .....		21	
135901 Total upward reestimate budget authority .....		21	
Direct loan upward reestimate subsidy outlays:			
136001 Direct loan .....		21	
136901 Total upward reestimate outlays .....		21	
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Loan guarantee .....		200	200
215901 Total loan guarantee levels .....		200	200

Guaranteed loan subsidy (in percent):			
232001 Loan guarantee .....	0.00	4.35	4.77
232901 Weighted average subsidy rate .....	0.00	4.35	4.77
Guaranteed loan subsidy budget authority:			
233001 Loan guarantee .....		9	10
233901 Total subsidy budget authority .....		9	10
Guaranteed loan subsidy outlays:			
234001 Loan guarantee .....		2	4
234901 Total subsidy outlays .....		2	4
Administrative expense data:			
351001 Budget authority .....	2	2	2
358001 Outlays from balances .....	1		
359001 Outlays from new authority .....	2	2	2

The Federal-Aid Highways (FAH) program is designed to aid in the development, operations and management of an intermodal transportation system that is economically efficient, environmentally sound, provides the foundation for the Nation to compete in the global economy, and moves people and goods safely.

All programs included within FAH are financed from the Highway Trust Fund and most are distributed via apportionments and allocations to States. Liquidating cash appropriations are subsequently requested to fund outlays resulting from obligations incurred under contract authority. The budget proposes to fund most programs from within the Federal-Aid Highway obligation limitation. Emergency Relief and a portion of the Minimum Guarantee program (\$639 million) will be exempt from the limitation.

The FAH program is funded by contract authority in legislation currently provided through 2003 by the Transportation Equity Act for the 21st Century (TEA-21).

*Infrastructure performance and maintenance.*—The Administration proposes a new highway performance and maintenance initiative funded at \$1 billion per year for six years. This initiative would be based on the Surface Transportation Program funding formula and targeted to “ready-to-go” highway projects that address traffic congestion and improve infrastructure conditions. States would be required to commit funds in the first half of each fiscal year. Failure to obligate funds quickly would trigger a reallocation of these funds among states.

*Surface transportation program (STP).*—STP funds may be used by States and localities for projects on any Federal-aid highway, bridge projects on any public road, transit capital projects, and intracity and intercity bus terminals and facilities. A portion of the funds reserved for rural areas may be used on rural minor collectors. Ten percent of STP funds are set aside for transportation enhancements and State suballocations are provided, including the special rule for areas less than 5,000 population.

*National highway system (NHS).*—The NHS program provides funding for a designated National Highway System consisting of roads that are of primary Federal interest. The NHS consists of the current Interstate, other rural principal arterials, urban freeways and connecting urban principal arterials, and facilities on the Defense Department’s designated Strategic Highway Network, and roads connecting the NHS to intermodal facilities. Legislation designating the 161,000 mile system was enacted in 1995 and TEA-21 added to the system the highways and connections to transportation facilities identified in the May 24, 1996 report to Congress.

*Interstate maintenance (IM).*—The IM program finances projects to rehabilitate, restore, resurface and reconstruct the Interstate system. Reconstruction that increases capacity, other than HOV lanes, is not eligible for IM funds.

*Emergency relief.*—The Emergency Relief (ER) program provides funds for the repair or reconstruction of Federal-aid highways and bridges and Federally-owned roads and bridges which have suffered serious damage as the result of natural

disasters or catastrophic failures. The ER program supplements the commitment of resources by States, their political subdivisions, or Federal agencies to help pay for unusually heavy expenses resulting from extraordinary conditions. The Administration will propose to increase the annual authorization for the ER program contained in title 23, U.S.C. from \$100 million to \$200 million.

**Bridge replacement and rehabilitation.**—The bridge program enables States to respond to the problem of unsafe and inadequate bridges. The funds are available for use on all bridges, including those on roads functionally classified as rural minor collectors and as local.

**Congestion mitigation and air quality improvement program (CMAQ).**—The CMAQ program directs funds toward transportation projects and programs to help meet and maintain national ambient air quality standards for ozone, carbon monoxide, and particulate matter. A minimum 1/2 percent of the apportionment is guaranteed to each State.

**Federal lands.**—This category funds improvement for forest highways; park roads and parkways; Indian reservation roads; refuge roads; and recreation roads. Roads funded under this program are open to public travel. State and local roads (29,500 miles) that provide important access within the National Forest System are designated Forest Highways. These roads should not be confused with the Forest Development Roads, which are under the jurisdiction of the Forest Service. Park Roads and Parkways (8,000 miles) are owned by the National Park Service and provide access within the National Park System. The Indian Reservation Roads program consists of the Bureau of Indian Affairs road system (25,000 miles) and State and local roads (25,000 miles) that provide access within Indian lands. There are approximately 4,250 miles which are under the jurisdiction of the Fish and Wildlife Service. Refuge Roads consist of public roads that provide access to or within the National Wildlife Refuge System.

**Transportation infrastructure finance and innovation (TIFIA) program.**—The TIFIA credit program will provide funds to assist in the development of surface transportation projects of regional and national significance. The goal is to develop major infrastructure facilities through greater non-Federal and private sector participation, building on public willingness to dedicate future revenues or user fees in order to receive transportation benefits earlier than would be possible under traditional funding techniques. The TIFIA program provides secured loans, loan guarantees, and standby lines of credit which can be used to secure junior lien debt and thus enhance a project's overall debt obligations.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

**Federal highway research, technology and education.**—The research, technology, and education program develops new transportation technology that can be applied nationwide. Activities include surface transportation research, including Intelligent Transportation Systems; development and deployment, training and education; University Transportation Research; and funding for State research, development, and technology implementation.

**Miscellaneous.**—This category includes Scenic Byways, Highway Use Tax Evasion Projects, National Recreational Trails, Value Pricing, Ferry Boats, Commonwealth of Puerto Rico Highway Program, Environmental Streamlining, Miscellaneous Studies, Reports, and Projects, Border and Corridor programs, Transportation and Community and System Preservation, and programs that may require modification. The

details of the Administration's reauthorization proposal will be submitted to Congress following the transmittal of the Budget. Funding for some of these initiatives have been included under Reauthorization Initiatives and Other Programs for FY 2004.

**Object Classification** (in millions of dollars)

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	19	19	19
11.3 Other than full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	21	21	21
12.1 Civilian personnel benefits .....	4	4	5
21.0 Travel and transportation of persons .....	4	4	4
22.0 Transportation of things .....	1	1	.....
25.2 Other services .....	30,670	27,334	29,985
26.0 Supplies and materials .....	2	2	2
32.0 Land and structures .....	206	259	344
41.0 Grants, subsidies, and contributions .....	17	19	9
93.0 Limitation on general operating expenses (see separate schedule) .....	310	318	339
99.0 Direct obligations .....	31,235	27,962	30,709
99.0 Reimbursable obligations .....	47	92	92
<b>Allocation Account:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	47	49	43
11.3 Other than full-time permanent .....	7	7	6
11.5 Other personnel compensation .....	2	2	2
11.9 Total personnel compensation .....	56	58	51
12.1 Civilian personnel benefits .....	12	12	11
21.0 Travel and transportation of persons .....	4	4	4
22.0 Transportation of things .....	2	2	2
23.1 Rental payments to GSA .....	2	3	1
23.3 Communications, utilities, and miscellaneous charges .....	8	8	7
25.1 Advisory and assistance services .....	13	19	10
25.2 Other services .....	258	243	231
25.3 Other purchases of goods and services from Government accounts .....	12	15	9
25.4 Operation and maintenance of facilities .....	3	3	3
25.7 Operation and maintenance of equipment .....	7	10	6
26.0 Supplies and materials .....	4	4	4
31.0 Equipment .....	5	6	4
32.0 Land and structures .....	8	9	12
Grants, subsidies, and contributions:			
41.0 Grants, subsidies, and contributions .....	254	250	7
41.0 TIFIA Upward Reestimates .....	.....	21	.....
99.0 Allocation account .....	648	667	362
99.9 Total new obligations .....	31,930	28,721	31,163

**Personnel Summary**

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	464	413	418
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	15	4	4
<b>Allocation account:</b>			
3001 Total compensable workyears: Civilian full-time equivalent employment .....	128	162	149

**FEDERAL HIGHWAY ADMINISTRATION**

**LIMITATION ON ADMINISTRATIVE EXPENSES**

*Necessary expenses for administration and operation of the Federal Highway Administration, not to exceed \$338,834,000 shall be paid in accordance with law from appropriations made available by this Act to the Federal Highway Administration together with advances and reimbursements received by the Federal Highway Administration.*

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution

FEDERAL HIGHWAY ADMINISTRATION—Continued  
LIMITATION ON ADMINISTRATIVE EXPENSES—Continued

(P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

FEDERAL HIGHWAY ADMINISTRATION LIMITATION ON ADMINISTRATIVE EXPENSES

Program and Financing (in millions of dollars)

	2002 actual	2003 est.	2004 est.
<b>Program by activities:</b>			
Program direction and coordination:			
Executive direction .....	2	2	2
Corporate management .....	2	2	2
Legal services .....	7	7	7
Public affairs .....	1	1	1
Civil rights .....	2	2	2
General program support:			
Policy .....	9	10	10
Research and development .....	16	17	17
Administrative support .....	89	94	100
Professional development .....	2	2	2
Career development programs .....	3	3	4
Highway programs:			
Infrastructure .....	10	10	11
Planning and environment .....	15	15	16
Operations .....	9	9	9
Federal lands highway office .....	14	14	15
Field operations and resource centers .....	135	136	145
Total obligations .....	316	324	343
<b>Financing:</b>			
Reimbursable programs .....	-1	-4	-4
Unobligated balance available, start of year .....	-5	-2	
Unobligated balance available, end of year .....	2		
Limitation .....	310	318	339
Relation of obligations to outlays:			
Total obligations .....	314	328	342
Obligated balance, start of year .....	370	313	322
Obligated balance, end of year .....	-313	-322	-340
Outlays from limitation .....	371	314	325

This limitation provides for the salaries and expenses of the Federal Highway Administration. Resources are allocated from the Federal-aid highways program.

*Program direction and coordination.*—Provides overall management of the highway transportation program, including formulation of multi-year and long-range policy plans and goals for highway programs; safety programs that focus on high risk areas through technical assistance, research, training, analysis, and public information; development of data and analysis for current and long-range programming; administrative support services for all elements of the FHWA; and training opportunities for highway related personnel.

*Highway programs.*—Provides engineering guidance to Federal and State agencies and to foreign governments, and conducts a program to encourage use of modern traffic engineering procedures to increase the vehicle-carrying capacity of existing highways and urban streets; and finances construction skill training programs for disadvantaged workers hired by contractors on federally aided highway projects.

*Field operations.*—Provides staff advisory and support services in field offices of the Federal Highway Administration; and provides program and engineering supervision through division offices.

Object Classification (in millions of dollars)

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
Personnel compensation:			
11.1 Full-time permanent .....	160	177	183
11.3 Other than full-time permanent .....	3	3	3
11.5 Other personnel compensation .....	3	3	3
11.9 Total personnel compensation .....	165	183	190

12.1 Civilian personnel benefits .....	44	49	50
21.0 Travel and transportation of persons .....	14	9	10
22.0 Transportation of things .....	2		
23.1 Rental payments to GSA .....	19	25	26
23.3 Communications, utilities, and miscellaneous charges .....	4	11	12
24.0 Printing and reproduction .....	4	2	2
25.2 Other services .....	47	32	42
26.0 Supplies and materials .....	2	2	2
31.0 Equipment .....	6	5	6
41.0 Grants, subsidies, and contributions .....	2		
93.0 Limitation on expenses .....	-310	-318	-339
99.0 Limitation acct—direct obligations .....			

Personnel Summary

Identification code 69-8083-0-7-401	2002 actual	2003 est.	2004 est.
6001 Total compensable workyears: Civilian full-time equivalent employment .....	2,335	2,412	2,424

FEDERAL-AID HIGHWAYS  
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 69-8083-4-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Programs exempt from obligation limitation:			
Programs exempt from obligation limitation:			
02.11 Emergency relief program .....			100
06.00 Total direct program .....			100
10.00 Total new obligations (object class 41.0) .....			100
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			100
23.95 Total new obligations .....			-100
<b>New budget authority (gross), detail:</b>			
Mandatory:			
66.10 Contract authority .....			100
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....			100
73.20 Total outlays (gross) .....			-27
74.40 Obligated balance, end of year .....			73
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....			27
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			100
90.00 Outlays .....			27

APPALACHIAN DEVELOPMENT HIGHWAY SYSTEM  
(HIGHWAY TRUST FUND)

Program and Financing (in millions of dollars)

Identification code 69-8072-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Section 378 of P.L. 106-346 .....	60	1	
10.00 Total new obligations (object class 25.2) .....	60	1	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	60	1	
23.95 Total new obligations .....	-60	-1	
24.40 Unobligated balance carried forward, end of year .....	1		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	185	165	90
73.10 Total new obligations .....	60	1	
73.20 Total outlays (gross) .....	-80	-76	-34
74.40 Obligated balance, end of year .....	165	90	56

<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	80	76	34
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	80	76	34

Funding for this program will be used for the necessary expenses for the Appalachian Development Highway System (ADHS) as distributed to the following States: Alabama, Georgia, Kentucky, Maryland, Mississippi, New York, North Carolina, Ohio, Pennsylvania, South Carolina, Tennessee, Virginia, and West Virginia. Funding also has been included for construction of and improvements to Corridor D in the State of West Virginia and Corridor X in the State of Alabama. No further appropriation is requested.

**HIGHWAY-RELATED SAFETY GRANTS  
(HIGHWAY TRUST FUND)**

**Program and Financing (in millions of dollars)**

Identification code 69-8019-0-7-401	2002 actual	2003 est.	2004 est.	
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1	1	
73.20	Total outlays (gross) .....		-1	
74.40	Obligated balance, end of year .....	1		
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....		1	
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....		1	

The Highway Safety Act of 1970 authorized grants to States and communities for implementing and maintaining highway-related safety standards. TEA-21 authorized a consolidated State and community highway safety formula grant program, and therefore this schedule reflects spending of prior year balances.

**MISCELLANEOUS TRUST FUNDS**

**Unavailable Collections (in millions of dollars)**

Identification code 69-9971-0-7-999	2002 actual	2003 est.	2004 est.	
01.99	Balance, start of year .....			
<b>Receipts:</b>				
02.20	Advances from State cooperating agencies and Foreign governments .....	95	25	45
02.21	Advances for highway research program .....		5	5
02.22	Contributions from States, etc., cooperative work, forest highways, FHA, M .....	37	3	3
02.40	Advances from other Federal agencies, FHA miscellaneous trust, DOT .....	11	5	247
02.99	Total receipts and collections .....	143	38	300
<b>Appropriations:</b>				
05.00	Miscellaneous trust funds .....	-143	-38	-300
07.99	Balance, end of year .....			

**Program and Financing (in millions of dollars)**

Identification code 69-9971-0-7-999	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	Cooperative work, forest highways .....	25	7	5
00.03	Contributions for highway research programs .....	1	6	5
00.04	Advances from State cooperating agencies .....	116	44	51
00.05	Advances from Federal agencies .....			280
10.00	Total new obligations .....	142	57	341

<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	59	60	41
22.00	New budget authority (gross) .....	143	38	300
23.90	Total budgetary resources available for obligation .....	202	98	341
23.95	Total new obligations .....	-142	-57	-341
24.40	Unobligated balance carried forward, end of year .....	60	41	

<b>New budget authority (gross), detail:</b>				
<b>Mandatory:</b>				
60.26	Appropriation (trust fund) .....	143	38	300

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	27	111	18
73.10	Total new obligations .....	142	57	341
73.20	Total outlays (gross) .....	-58	-149	-290
74.40	Obligated balance, end of year .....	111	18	70

<b>Outlays (gross), detail:</b>				
86.97	Outlays from new mandatory authority .....	45	31	243
86.98	Outlays from mandatory balances .....	13	118	47
87.00	Total outlays (gross) .....	58	149	290

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	143	38	300
90.00	Outlays .....	58	149	290

Miscellaneous Trust Funds contains the following programs financed out of the Highway Trust Fund and reimbursed by the requesting parties.

*Cooperative work, forest highways.*—Contributions are received from States and counties in connection with cooperative engineering, survey, maintenance, and construction projects for forest highways.

*Contributions for highway research programs (Government Receipts).*—Contributions are received from various sources in support of the FHWA Research, Development, and Technology Program. The funds are used primarily in support of pooled-funds projects.

*Advances from State cooperating agencies.*—Funds are contributed by the State highway departments or local subdivisions thereof for construction and/or maintenance of roads or bridges. The work is performed under the supervision of the Federal Highway Administration.

*International highway transportation outreach.*—Funds are collected to inform the domestic highway community of technological innovations, promote highway transportation expertise internationally, and increase transfers of transportation technology to foreign countries.

**Object Classification (in millions of dollars)**

Identification code 69-9971-0-7-999	2002 actual	2003 est.	2004 est.	
11.1	Personnel compensation: Full-time permanent .....	2	2	2
25.2	Other services .....	140	55	339
99.9	Total new obligations .....	142	57	341

**Personnel Summary**

Identification code 69-9971-0-7-999	2002 actual	2003 est.	2004 est.	
<b>Direct:</b>				
1001	Total compensable workyears: Civilian full-time equivalent employment .....	42	66	66

**MISCELLANEOUS HIGHWAY TRUST FUNDS**

**Program and Financing (in millions of dollars)**

Identification code 69-9972-0-7-401	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.04	Highway safety improvement demonstration project .....	1	1	1
00.26	Highway projects .....	3	5	5
00.27	Miscellaneous highway projects .....	332	250	173

MISCELLANEOUS HIGHWAY TRUST FUNDS—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 69-9972-0-7-401	2002 actual	2003 est.	2004 est.
10.00 Total new obligations (object class 41.0)	336	256	179
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	825	589	333
22.00 New budget authority (gross)	100		
23.90 Total budgetary resources available for obligation	925	589	333
23.95 Total new obligations	-336	-256	-179
24.40 Unobligated balance carried forward, end of year	589	333	154
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation	100		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	415	527	482
73.10 Total new obligations	336	256	179
73.20 Total outlays (gross)	-224	-301	-286
74.40 Obligated balance, end of year	527	482	375
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority	27		
86.93 Outlays from discretionary balances	197	301	286
87.00 Total outlays (gross)	224	301	286
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	100		
90.00 Outlays	224	301	286

No further budget authority is requested for 2004. Accounts in this consolidated schedule show the obligation and outlay amounts made available in prior years.

FEDERAL MOTOR CARRIER SAFETY ADMINISTRATION

Trust Funds

MOTOR CARRIER SAFETY

LIMITATION ON OBLIGATIONS ADMINISTRATIVE EXPENSES

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-8055-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Administration	95	92	
00.02 Research and technology	1	7	
00.03 Motor carrier safety programs	9	18	
01.00 Subtotal, Direct program	105	117	
09.01 Reimbursable program	12	10	
10.00 Total new obligations	117	127	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	8	5	13
22.00 New budget authority (gross)	114	135	
23.90 Total budgetary resources available for obligation	122	140	13
23.95 Total new obligations	-117	-127	
24.40 Unobligated balance carried forward, end of year	5	13	13
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund)	110	117	
40.49 Portion applied to liquidate contract authority	-110	-117	
43.00 Appropriation (total discretionary)			

49.36 Unobligated balance rescinded	-7		
Mandatory:			
66.10 Contract authority	109	125	
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	12	10	
70.00 Total new budget authority (gross)	114	135	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	34	36	12
73.10 Total new obligations	117	127	
73.20 Total outlays (gross)	-116	-151	-12
74.40 Obligated balance, end of year	36	12	
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority	81	115	
86.93 Outlays from discretionary balances	35	36	12
87.00 Total outlays (gross)	116	151	12
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.45 Offsetting collections (cash) from: Offsetting governmental collections (from non-Federal sources)	-12	-10	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	102	125	
90.00 Outlays	104	141	12
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority		3	
99.01 Outlays		3	

Status of Contract Authority (in millions of dollars)

Identification code 69-8055-0-7-401	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority	102	125	
0400 Appropriation to liquidate contract authority	-110	-117	

No funding is requested for this account in 2004.

Object Classification (in millions of dollars)

Identification code 69-8055-0-7-401	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	44	45	
11.3 Other than full-time permanent	1	2	
11.9 Total personnel compensation	45	47	
12.1 Civilian personnel benefits	13	15	
21.0 Travel and transportation of persons	6	6	
23.1 Rental payments to GSA	7	7	
25.2 Other services	25	25	
25.5 Research and development contracts	1	4	
26.0 Supplies and materials	1	1	
31.0 Equipment	3	2	
41.0 Grants, subsidies, and contributions	4	10	
99.0 Direct obligations	105	117	
99.0 Reimbursable obligations	12	10	
99.9 Total new obligations	117	127	

Personnel Summary

Identification code 69-8055-0-7-401	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment	772	732	
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment	48	52	

NATIONAL MOTOR CARRIER SAFETY PROGRAM  
(LIQUIDATION OF CONTRACT AUTHORIZATION)  
(LIMITATION ON OBLIGATIONS)  
(HIGHWAY TRUST FUND)

Program and Financing (in millions of dollars)

Identification code 69-8048-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Motor carrier grants .....	182	163	
00.02 Administration and studies .....	7	7	
00.03 Information systems .....	17	20	
10.00 Total new obligations .....	206	190	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	3	3
22.00 New budget authority (gross) .....	206	190	
23.90 Total budgetary resources available for obligation .....	209	193	3
23.95 Total new obligations .....	-206	-190	
24.40 Unobligated balance carried forward, end of year .....	3	3	3
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....	206	190	
40.49 Portion applied to liquidate contract authority .....	-206	-190	
43.00 Appropriation (total discretionary) .....			
Mandatory:			
66.10 Contract authority .....	206	190	
70.00 Total new budget authority (gross) .....	206	190	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	138	180	137
73.10 Total new obligations .....	206	190	
73.20 Total outlays (gross) .....	-164	-233	-137
74.40 Obligated balance, end of year .....	180	137	
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	26	53	
86.93 Outlays from discretionary balances .....	138	180	137
87.00 Total outlays (gross) .....	164	233	137
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	206	190	
90.00 Outlays .....	164	233	137

Status of Contract Authority (in millions of dollars)

Identification code 69-8048-0-7-401	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....	206	190	
0400 Appropriation to liquidate contract authority .....	-206	-190	

No funding is requested for this account in fiscal year 2004.

Object Classification (in millions of dollars)

Identification code 69-8048-0-7-401	2002 actual	2003 est.	2004 est.
25.2 Other services .....	16	17	
41.0 Grants, subsidies, and contributions .....	190	173	
99.9 Total new obligations .....	206	190	

MOTOR CARRIER SAFETY GRANTS

(LIQUIDATION OF CONTRACT AUTHORIZATION)  
(LIMITATION ON OBLIGATIONS)  
(HIGHWAY TRUST FUND)

For payment of obligations incurred in carrying out the motor carrier safety grant programs authorized under title 49, United States Code, \$222,594,000, to be derived from the Highway Trust Fund and to remain available until expended: Provided, That none of the funds

in this Act shall be available for the implementation or execution of programs the obligations for which are in excess of \$222,594,000.

Program and Financing (in millions of dollars)

Identification code 69-8158-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Commercial Motor Vehicle Safety .....			214
00.02 HAZMAT Safety .....			9
10.00 Total new obligations .....			223
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			223
23.95 Total new obligations .....			-223
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Motor Carrier Safety Grants .....			223
40.49 Portion applied to liquidate contract authority, Motor Carrier Safety Grants .....			-223
43.00 Appropriation (total discretionary) .....			
Mandatory:			
66.10 Contract authority, Motor Carrier Safety Grants .....			223
70.00 Total new budget authority (gross) .....			223
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....			223
73.20 Total outlays (gross) .....			-62
74.40 Obligated balance, end of year .....			160
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....			62
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			223
90.00 Outlays .....			62
<b>Status of Contract Authority (in millions of dollars)</b>			
Identification code 69-8158-0-7-401	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....			223
0400 Appropriation to liquidate contract authority .....			-223

Motor Carrier Safety Grants are funded at \$223 million in 2003, of which \$165 million is dedicated to Motor Carrier Safety Assistance Program (MCSAP) state grants. Grants will be used to support compliance reviews in states; identify and apprehend traffic violators; conduct roadside inspections; and support safety audits on new entrant carriers. State safety enforcement efforts at both the southern and northern borders are funded at a total of \$32 million to ensure that all points of entry into the U.S. are fortified with comprehensive safety measures. In addition, \$22 million is included to improve State commercial driver's license (CDL) oversight activities to prevent unqualified drivers from being issued CDLs, and \$4 million is provided for the Performance Registration Information Systems and Management (PRISM) program, which links state motor vehicle registration systems with carrier safety data in order to identify unsafe commercial motor carriers.

Object Classification (in millions of dollars)

Identification code 69-8158-0-7-401	2002 actual	2003 est.	2004 est.
25.2 Other services .....			2
41.0 Grants, subsidies, and contributions .....			221
99.9 Total new obligations .....			223

MOTOR CARRIER SAFETY OPERATIONS AND PROGRAMS  
(LIQUIDATION OF CONTRACT AUTHORIZATION)  
(LIMITATION ON OBLIGATIONS)  
(HIGHWAY TRUST FUND)

For payment of obligations incurred in the implementation and administration of the motor carrier safety programs authorized under title 49, United States Code, to remain available until expended, \$224,406,000, to be derived from the Highway Trust Fund, together with such advances, motor carrier registration and insurance user fees, and reimbursements received by the Federal Motor Carrier Safety Administration: Provided, That none of the funds derived from the Highway Trust Fund shall be available for the implementation or administration of programs the obligations for which are in excess of \$224,406,000, of which \$7,000,000, to remain available until September 30, 2007, is for the research and technology program.

Program and Financing (in millions of dollars)

Identification code 69-8159-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Commercial Motor Vehicle Safety .....			174
00.02 HAZMAT Safety .....			9
00.03 HAZMAT Security .....			10
00.04 Commercial Motor Vehicle Productivity .....			2
00.05 Organizational Excellence .....			29
01.00 Subtotal, direct program .....			224
09.01 Reimbursable program .....			10
10.00 Total new obligations .....			234
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			234
23.95 Total new obligations .....			-234
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....			224
40.49 Portion applied to liquidate contract authority .....			-224
43.00 Appropriation (total discretionary) .....			
Mandatory:			
66.10 Contract authority .....			224
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....			10
70.00 Total new budget authority (gross) .....			234
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....			234
73.20 Total outlays (gross) .....			-212
74.40 Obligated balance, end of year .....			22
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....			212
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.45 Offsetting collections (cash) from: Offsetting governmental collections (from non-Federal sources) .....			-10
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			224
90.00 Outlays .....			202
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....			4
99.01 Outlays .....			4

Status of Contract Authority (in millions of dollars)

Identification code 69-8159-0-7-401	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....			224
0400 Appropriation to liquidate contract authority .....			-224

This account provides the necessary resources to support motor carrier safety program activities and maintain the

agency's administrative infrastructure. Funding will support nationwide motor carrier safety and consumer enforcement efforts, including federal safety enforcement activities at the U.S./Mexico border to ensure that Mexican carriers entering the U.S. are in compliance with Federal Motor Carrier Safety Regulations.

Resources are also provided to fund motor carrier regulatory development and implementation, information management, research and technology, safety education and outreach, and the 24-hour safety and consumer telephone hotline.

Object Classification (in millions of dollars)

Identification code 69-8159-0-7-401	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....			62
11.3 Other than full-time permanent .....			2
11.9 Total personnel compensation .....			64
12.1 Civilian personnel benefits .....			22
21.0 Travel and transportation of persons .....			25
23.1 Rental payments to GSA .....			12
25.2 Other services .....			91
25.5 Research and development contracts .....			5
26.0 Supplies and materials .....			1
31.0 Equipment .....			4
99.0 Direct obligations .....			224
99.0 Reimbursable obligations .....			10
99.9 Total new obligations .....			234

Personnel Summary

Identification code 69-8159-0-7-401	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....			1,066
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....			52

BORDER ENFORCEMENT PROGRAM  
(HIGHWAY TRUST FUND)

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-8274-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Administration .....	36	42	
00.02 Grants .....	8	18	
01.00 Direct program .....	44	60	
10.00 Total new obligations .....	44	60	
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	45	60	
23.95 Total new obligations .....	-44	-60	
23.98 Unobligated balance expiring or withdrawn .....	-1		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....	45	60	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....		37	6
73.10 Total new obligations .....	44	60	
73.20 Total outlays (gross) .....	-7	-91	-6
74.40 Obligated balance, end of year .....	37	6	
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	7	54	

86.93	Outlays from discretionary balances .....	37	6
87.00	Total outlays (gross) .....	7	91
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	45	60
90.00	Outlays .....	7	91
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00	Budget authority .....	1	1
99.01	Outlays .....	1	1

No funding is requested for this account in 2004.

**Object Classification** (in millions of dollars)

Identification code 69-8274-0-7-401	2002 actual	2003 est.	2004 est.
11.1 Personnel compensation: Full-time permanent .....	2	12	
12.1 Civilian personnel benefits .....	1	6	
21.0 Travel and transportation of persons .....	2	16	
23.1 Rental payments to GSA .....	3	3	
25.2 Other services .....	16	3	
26.0 Supplies and materials .....		1	
31.0 Equipment .....	2	1	
32.0 Land and structures .....	9		
41.0 Grants, subsidies, and contributions .....	9	18	
99.9 Total new obligations .....	44	60	

**Personnel Summary**

Identification code 69-8274-0-7-401	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	44	274	

**NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION**

The following table depicts the total funding for all National Highway Traffic Safety programs.

(In millions of dollars)

	2002 actual	2003 est.	2004 est.
<b>Budget authority:</b>			
Operations and research .....	127	126	126
Operations and research (Highway trust fund) .....	72	74	92
Highway traffic safety grants .....	223	225	447
<b>Total budget authority .....</b>	<b>422</b>	<b>425</b>	<b>665</b>
<b>Program level (obligations):</b>			
Operations and research .....	137	145	126
Operations and research (Highway trust fund) .....	74	74	92
Highway traffic safety grants .....	223	225	447
<b>Total program level .....</b>	<b>434</b>	<b>444</b>	<b>665</b>
<b>Outlays:</b>			
Operations and research .....	100	161	143
Operations and research (Highway trust fund) .....	85	83	88
Highway traffic safety grants .....	229	229	322
<b>Total outlays .....</b>	<b>414</b>	<b>473</b>	<b>553</b>

**Federal Funds**

**General and special funds:**

**OPERATIONS AND RESEARCH**

For expenses necessary to discharge the functions of the Secretary, with respect to traffic and highway safety under chapter 301 of title 49, United States Code, and part C of subtitle VI of title 49, United States Code, \$126,058,000, of which \$94,543,500 shall remain available until September 30, 2006: Provided, That none of the funds appropriated by this Act may be obligated or expended to plan, finalize, or implement any rulemaking to add to section 575.104 of title

49 of the Code of Federal Regulations any requirement pertaining to a grading standard that is different from the three grading standards (treadwear, traction, and temperature resistance) already in effect.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-0650-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Rulemaking .....	19	25	25
00.02 Enforcement .....	29	31	33
00.03 Research and analysis .....	71	75	55
00.04 Office of the Administrator .....	7	4	5
00.05 General administration .....	9	8	8
00.06 Highway Safety Programs .....	2	2	
09.01 Reimbursable program .....	19	25	25
10.00 Total new obligations .....	156	170	151
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	26	19	
22.00 New budget authority (gross) .....	146	151	151
22.10 Resources available from recoveries of prior year obligations .....	3		
23.90 Total budgetary resources available for obligation .....	175	170	151
23.95 Total new obligations .....	-156	-170	-151
24.40 Unobligated balance carried forward, end of year .....	19		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	128	126	126
40.35 Appropriation rescinded .....	-1		
43.00 Appropriation (total discretionary) .....	127	126	126
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	19	25	25
70.00 Total new budget authority (gross) .....	146	151	151
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	87	121	105
73.10 Total new obligations .....	156	170	151
73.20 Total outlays (gross) .....	-119	-186	-168
73.40 Adjustments in expired accounts (net) .....	-1		
73.45 Recoveries of prior year obligations .....	-3		
74.40 Obligated balance, end of year .....	121	105	88
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	93	98	98
86.93 Outlays from discretionary balances .....	26	88	70
87.00 Total outlays (gross) .....	119	186	168
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-19	-25	-25
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	127	126	126
90.00 Outlays .....	100	161	143
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	4	4	5
99.01 Outlays .....	4	4	5

In 2004, \$218 million is proposed for Operations and Research. This includes \$92 million from the Highway Trust Fund and \$126 million from the general fund.

**Object Classification** (in millions of dollars)

Identification code 69-0650-0-1-401	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	29	30	35
11.5 Other personnel compensation .....	1	1	1

**General and special funds—Continued**

**OPERATIONS AND RESEARCH—Continued**

**Object Classification (in millions of dollars)—Continued**

Identification code 69-0650-0-1-401	2002 actual	2003 est.	2004 est.
11.9 Total personnel compensation .....	30	31	36
12.1 Civilian personnel benefits .....	7	7	8
21.0 Travel and transportation of persons .....	1	1	1
23.1 Rental payments to GSA .....	4	4	4
23.3 Communications, utilities, and miscellaneous charges .....	7	8	8
24.0 Printing and reproduction .....	2	2	3
25.2 Other services .....	11	13	7
25.5 Research and development contracts .....	57	61	41
26.0 Supplies and materials .....	13	13	13
31.0 Equipment .....	5	5	5
99.0 Direct obligations .....	137	145	126
99.0 Reimbursable obligations .....	19	25	25
99.9 Total new obligations .....	156	170	151

**Personnel Summary**

Identification code 69-0650-0-1-401	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	370	379	384

**Trust Funds**

**OPERATIONS AND RESEARCH**

(LIQUIDATION OF CONTRACT AUTHORIZATION)

(LIMITATION ON OBLIGATIONS)

(HIGHWAY TRUST FUND)

For payment of obligations incurred in carrying out the provisions of 23 U.S.C. 403, to remain available until expended, \$88,452,000, to be derived from the Highway Trust Fund: Provided, That none of the funds in this Act shall be available for the planning or execution of programs the total obligations for which, in fiscal year 2004, are in excess of \$88,452,000 for programs authorized under 23 U.S.C. 403.

**NATIONAL DRIVER REGISTER**

(HIGHWAY TRUST FUND)

For expenses necessary to discharge the functions of the Secretary with respect to the National Driver Register under chapter 303 of title 49, United States Code, \$3,600,000, to be derived from the Highway Trust Fund, and to remain available until expended.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-8016-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Highway safety programs .....	68	67	70
00.02 Research and analysis .....	8	12	30
00.03 Office of the Administrator .....	3	2	2
00.04 General administration .....	6	5	6
10.00 Total new obligations .....	85	86	108
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	1	1
22.00 New budget authority (gross) .....	83	85	108
23.90 Total budgetary resources available for obligation .....	86	86	109
23.95 Total new obligations .....	-85	-86	-108
24.40 Unobligated balance carried forward, end of year .....	1	1	1

**New budget authority (gross), detail:**

Discretionary:			
40.26 Appropriation (trust fund) .....	74	74	92
40.49 Portion applied to liquidate contract authority .....	-72	-72	-88
43.00 Appropriation (total discretionary) .....	2	2	4
49.36 Unobligated balance rescinded .....	-2		
Mandatory:			
66.10 Contract authority .....	72	72	88
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	11	11	16
70.00 Total new budget authority (gross) .....	83	85	108

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	72	60	52
73.10 Total new obligations .....	85	86	108
73.20 Total outlays (gross) .....	-96	-94	-104
74.40 Obligated balance, end of year .....	60	52	56

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	53	54	69
86.93 Outlays from discretionary balances .....	43	40	35
87.00 Total outlays (gross) .....	96	94	104

**Offsets:**

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-11	-11	-16

**Net budget authority and outlays:**

89.00 Budget authority .....	72	74	92
90.00 Outlays .....	85	83	88

**Status of Contract Authority (in millions of dollars)**

Identification code 69-8016-0-7-401	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....	70	72	88
0400 Appropriation to liquidate contract authority .....	-72	-72	-88

A total of \$218 million is proposed for Operations and Research.

Programs funded under the Operations and Research appropriation are described below.

**Safety Performance Standards (Rulemaking) Programs.**—Supports the promulgation of Federal motor vehicle safety standards for motor vehicles, and safety-related equipment; automotive fuel economy standards required by the Energy Policy and Conservation Act; international harmonization of vehicle standards; and consumer information on motor vehicle safety, including the New Car Assessment Program.

**Safety Assurance (Enforcement) Programs.**—Provides support to ensure compliance with motor vehicle safety and automotive fuel economy standards, investigate safety-related motor vehicle defects, enforce federal odometer law, encourage enforcement of state odometer law and conduct safety recalls when warranted.

**Research and Analysis.**—Provides motor vehicle safety research and development in support of all NHTSA programs, including the collection and analysis of crash data to identify safety problems, develop alternative solutions, and assess costs, benefits, and effectiveness. Research will continue to concentrate on improving vehicle crash worthiness and crash avoidance, with emphasis on increasing safety belt use, decreasing alcohol involvement in crashes, decreasing the number of rollover crashes, improving vehicle-to-vehicle crash compatibility, and improved data systems.

**Highway Safety Programs.**—Provides for research, demonstrations, technical assistance, and national leadership for highway safety programs conducted by state and local governments, the private sector, universities and research units, and various safety associations and organizations. This program emphasizes alcohol and drug countermeasures, vehicle occupant protection, traffic law enforcement, emergency med-

ical and trauma care systems, traffic records and licensing, state and community evaluation, motorcycle riders, pedestrian and bicycle safety, pupil transportation, young and older driver safety programs, and development of improved accident investigation procedures.

**General Administration.**—Provides program evaluation, strategic planning, and economic analysis for agency programs. Objective quantitative information about NHTSA's regulatory and highway safety programs is gathered to measure their effectiveness in achieving objectives. This activity also funds development of methods to estimate economic consequences of motor vehicle injuries in forms suitable for agency use in problem identification, regulatory analysis, priority setting, and policy analysis.

**National Driver Register.**—Provides funding to implement and operate the Problem Driver Pointer System (PDPS) and improve traffic safety by assisting state motor vehicle administrators in communicating effectively and efficiently with other states to identify drivers whose licenses have been suspended or revoked for serious traffic offenses, such as driving under the influence of alcohol or other drugs.

**Object Classification** (in millions of dollars)

Identification code 69-8016-0-7-401	2002 actual	2003 est.	2004 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	20	20	22
11.3 Other than full-time permanent .....	1	1	1
11.9 Total personnel compensation .....	21	21	23
12.1 Civilian personnel benefits .....	5	5	5
21.0 Travel and transportation of persons .....	1	1	1
23.1 Rental payments to GSA .....	3	2	3
23.3 Communications, utilities, and miscellaneous charges .....	3	3	3
24.0 Printing and reproduction .....	1	2	2
25.2 Other services .....	44	41	43
25.5 Research and development contracts .....	6	10	27
26.0 Supplies and materials .....	1	1	1
99.9 Total new obligations .....	85	86	108

**Personnel Summary**

Identification code 69-8016-0-7-401	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	291	287	287

**HIGHWAY TRAFFIC SAFETY GRANTS**  
(LIQUIDATION OF CONTRACT AUTHORIZATION)  
(LIMITATION ON OBLIGATIONS)  
(HIGHWAY TRUST FUND)

*Notwithstanding any other provision of law, for payment of obligations incurred in carrying out the provisions of 23 U.S.C. 402, 407, and 412, to remain available until expended, \$447,000,000, to be derived from the Highway Trust Fund: Provided, That none of the funds in this Act shall be available for the planning and execution of programs the total obligations for which, in fiscal year 2004, are in excess of \$447,000,000 for programs authorized under 23 U.S.C. 402, 407, and 412, of which \$387,000,000 shall be for "Highway Safety Programs" under 23 U.S.C. 402, \$10,000,000 for "Emergency Medical Services Grants" under 23 U.S.C. 407, and \$50,000,000 shall be for "State Traffic Safety Information System Improvement Grants" under 23 U.S.C. 412: Provided further, That none of these funds shall be used for construction, rehabilitation, or remodeling costs, or for office furnishings and fixtures for State, local, or private buildings or structures: Provided further, That not to exceed \$14,126,000 of the funds made available for section 402, not to exceed \$355,000 of the funds made available for section 407, and not to exceed \$1,825,000 of the funds made available for section 412 shall be available to NHTSA for administering highway safety grants under chapter 4 of title 23, United States Code.*

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-8020-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Section 402 formula grants .....	160	165	387
00.02 Section 405 occupant protection incentive grants .....	15	20	.....
00.03 Section 410 alcohol incentive grants .....	38	40	.....
00.04 Section 411 State Highway Safety Data Grants .....	10	.....	.....
00.05 Section 412 State Traffic Safety Information System Improvement .....	.....	.....	50
00.06 Section 407 Emergency Medical Services .....	.....	.....	10
10.00 Total new obligations .....	223	225	447
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	223	225	447
23.95 Total new obligations .....	-223	-225	-447
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.26 Appropriation (trust fund) .....	223	225	447
40.49 Portion applied to liquidate contract authority .....	-223	-225	-447
43.00 Appropriation (total discretionary) .....	.....	.....	.....
<b>Mandatory:</b>			
66.10 Contract authority .....	223	225	447
70.00 Total new budget authority (gross) .....	223	225	447
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	231	224	220
73.10 Total new obligations .....	223	225	447
73.20 Total outlays (gross) .....	-229	-229	-322
74.40 Obligated balance, end of year .....	224	220	345
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	91	92	183
86.93 Outlays from discretionary balances .....	138	137	139
87.00 Total outlays (gross) .....	229	229	322
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	223	225	447
90.00 Outlays .....	229	229	322

**Status of Contract Authority** (in millions of dollars)

Identification code 69-8020-0-7-401	2002 actual	2003 est.	2004 est.
<b>Contract authority:</b>			
0200 Contract authority .....	223	225	447
0400 Appropriation to liquidate contract authority .....	-223	-225	-447

**Section 402.**—The Section 402 State and Community Grant Program is a three part performance-based program administered by NHTSA. The basic formula grant funding is allocated to the States on the basis of a statutory formula. Incentive grants will be awarded to States based on performance and passage of primary safety belt laws. Performance incentives will be calculated using highway safety performance measures for overall fatalities, occupant protection, impaired driving, and a combined measure of motorcycle, pedestrian, and bicycle safety. States use the formula and performance incentive funding to reduce traffic crashes, fatalities, and injuries. The grants are used to support State highway safety programs, focused on national priority areas, implemented jointly with all members of the highway safety community. States develop safety goals, performance measures, and strategic plans to manage use of grants for programs to reduce deaths and injuries on the Nation's highways, such as programs associated with excessive speeds, failure to use occupant restraints, alcohol/impaired driving, and roadway safety. A final portion of Section 402 funds will support an impaired driving initiative in which grants are awarded strategically to the States

HIGHWAY TRAFFIC SAFETY GRANTS—Continued

(LIQUIDATION OF CONTRACT AUTHORIZATION)—Continued

where the greatest gains in reducing alcohol-related fatalities can be made.

*State Traffic Safety Information System Improvement.*—Incentive grants will be provided to States to support improvements in their highway safety data systems. Funds may be used only for eligible highway safety data improvements such as collecting all model minimum uniform crash criteria elements, linking data, and driving while intoxicated tracking systems.

*Emergency Medical Services.*—Grants will be provided to assist States in developing comprehensive wireless emergency access and response systems.

Object Classification (in millions of dollars)				
Identification code 69-8020-0-7-401	2002 actual	2003 est.	2004 est.	
25.2 Other services .....	11	11	16	
41.0 Grants, subsidies, and contributions .....	212	214	431	
99.9 Total new obligations .....	223	225	447	

FEDERAL RAILROAD ADMINISTRATION

The following tables show the funding for all Federal Railroad Administration programs:

(In millions of dollars)				
Budget authority:	2002 actual	2003 est.	2004 est.	
Safety and operations .....	116	118	131	
Rail user fees .....		[45]		
Railroad research and development .....	29	28	35	
Rail use fees .....		[14]		
Grants to the National Railroad Passenger Corporation .....	826	521	900	
Pennsylvania Station redevelopment project .....	20	20		
Next generation high-speed rail .....	32	23	23	
Alaska Railroad rehabilitation .....	20			
Amtrak corridor improvement loans .....	-1	-3		
Total budget authority .....	1,042	707	1,089	
Outlays:				
Safety and Operations .....	114	134	134	
Local rail freight assistance .....				
Railroad research and development .....	26	42	35	
Conrail commuter transition assistance .....	1			
Grants to the National Railroad Passenger Corporation .....	1,067	595	900	
Amtrak Reform Council .....	1			
Northeast corridor improvement program .....		4	9	
Rhode Island rail development .....	7	6	14	
Pennsylvania Station redevelopment project .....		5	24	
Next generation high-speed rail .....	37	20	12	
Alaska Railroad rehabilitation .....	41	8	12	
West Virginia rail development .....	4	2	6	
Emergency railroad rehabilitation and repair .....			1	
Amtrak corridor improvement loans .....	-1	-3		
Railroad rehabilitation and improvement program liquidating account .....	-9	-4	-4	
Total outlays .....	1,288	813	1,148	

Federal Funds

General and special funds:

SAFETY AND OPERATIONS

For necessary expenses of the Federal Railroad Administration, not otherwise provided for, \$131,175,000, of which \$11,712,000 shall remain available until expended.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Unavailable Collections (in millions of dollars)

Identification code 69-0700-0-1-401	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....			
Receipts:			
02.60 Railroad safety user fees, legislative proposal not subject to PAYGO .....		59	
Appropriations:			
05.00 Safety and operations, legislative proposal not subject to PAYGO .....		-59	
07.99 Balance, end of year .....			

Program and Financing (in millions of dollars)

Identification code 69-0700-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Salaries and expenses .....	113	118	129
00.02 Contract support .....	1	2	1
00.03 Local Rail Freight Assistance .....		3	
00.06 Alaska railroad liabilities .....	1	1	1
01.00 Total direct program .....	115	124	131
Reimbursable program:			
09.01 Reimbursable services .....	10	1	1
09.99 Total reimbursable program .....	10	1	1
10.00 Total new obligations .....	125	125	132

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year .....	5	6	
22.00 New budget authority (gross) .....	127	119	132
23.90 Total budgetary resources available for obligation .....	132	125	132
23.95 Total new obligations .....	-125	-125	-132
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	6		

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation .....	117	118	131
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	10	1	1
70.00 Total new budget authority (gross) .....	127	119	132

Change in obligated balances:

72.40 Obligated balance, start of year .....	24	25	15
73.10 Total new obligations .....	125	125	132
73.20 Total outlays (gross) .....	-124	-134	-134
74.40 Obligated balance, end of year .....	25	15	13

Outlays (gross), detail:

86.90 Outlays from new discretionary authority .....	115	106	118
86.93 Outlays from discretionary balances .....	9	28	16
87.00 Total outlays (gross) .....	124	134	134

Offsets:

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-10	-1	-1

Net budget authority and outlays:

89.00 Budget authority .....	117	118	131
90.00 Outlays .....	114	133	133

Additional net budget authority and outlays to cover cost of fully accruing retirement:

99.00 Budget authority .....		5	5
99.01 Outlays .....		5	5

The programs under this account are:

*Salaries and expenses.*—Provides support for FRA rail safety activities and all other administrative and operating activities related to FRA staff and programs.

*Contract support.*—Provides support for policy oriented economic, industry, and systems analysis.

*Alaska Railroad Liabilities.*—Provides reimbursement to the Department of Labor for compensation payments to former Federal employees of the Alaska Railroad who were

on the rolls during the period of Federal ownership and support for clean-up activities at hazardous waste sites located at properties once owned by the FRA. The 2004 request is for workers' compensation.

**Object Classification** (in millions of dollars)

Identification code 69-0700-0-1-401	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	53	61	65
11.3 Other than full-time permanent .....	1		
11.5 Other personnel compensation .....	1	1	2
11.9 Total personnel compensation .....	55	62	67
12.1 Civilian personnel benefits .....	15	16	18
21.0 Travel and transportation of persons .....	8	8	8
23.1 Rental payments to GSA .....	4	4	5
23.3 Communications, utilities, and miscellaneous charges .....	1	2	1
25.1 Advisory and assistance services .....	2	1	1
25.2 Other services .....	15	23	23
25.3 Other purchases of goods and services from Government accounts .....	4	3	3
26.0 Supplies and materials .....	1	1	1
31.0 Equipment .....	4	3	3
41.0 Grants, subsidies, and contributions .....	6	1	1
99.0 Direct obligations .....	115	124	131
99.0 Reimbursable obligations .....	10	1	1
99.9 Total new obligations .....	125	125	132

**Personnel Summary**

Identification code 69-0700-0-1-401	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	754	794	817

**SAFETY AND OPERATIONS**  
(Legislative proposal, not subject to PAYGO)

**Program and Financing** (in millions of dollars)

Identification code 69-0700-2-1-401	2002 actual	2003 est.	2004 est.
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....		-45	
40.20 Appropriation (special fund) .....		59	
41.00 Transferred to other accounts .....		-14	
43.00 Appropriation (total discretionary) .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

**RAILROAD RESEARCH AND DEVELOPMENT**

For necessary expenses for railroad research and development, \$35,025,000, to remain available until expended.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-0745-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Railroad system issues .....	5	5	3
00.02 Human factors .....	4	4	4
00.03 Rolling stock and components .....	2	3	3
00.04 Track and structures .....	8	4	4
00.05 Track and train interaction .....	3	4	3
00.06 Train control .....		1	1
00.07 Grade crossings .....	1	2	1
00.08 Hazardous materials transportation .....	1	1	1

00.09 Train occupant protection .....	6	7	7
00.10 R&D facilities and test equipment .....	1	1	1
00.11 Other .....	1		
00.12 NDGPS .....			7
01.00 Total direct program .....	32	32	35
09.10 Reimbursable program .....		1	1
10.00 Total new obligations .....	32	33	36

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year	6	4	
22.00 New budget authority (gross) .....	29	29	36
23.90 Total budgetary resources available for obligation	35	33	36
23.95 Total new obligations .....	-32	-33	-36
24.40 Unobligated balance carried forward, end of year .....	4		

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	29	28	35
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		1	1
70.00 Total new budget authority (gross) .....	29	29	36

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	33	38	28
73.10 Total new obligations .....	32	33	36
73.20 Total outlays (gross) .....	-26	-43	-37
74.40 Obligated balance, end of year .....	38	28	25

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	17	18	22
86.93 Outlays from discretionary balances .....	9	25	15
87.00 Total outlays (gross) .....	26	43	37

**Offsets:**

<b>Against gross budget authority and outlays:</b>			
88.00 Offsetting collections (cash) from: Federal sources .....		-1	-1

**Net budget authority and outlays:**

89.00 Budget authority .....	29	28	35
90.00 Outlays .....	26	42	36

The objective of the Railroad Research and Development (R&D) program is to provide science and technology support for rail safety rulemaking and enforcement and to stimulate technological advances in conventional and high-speed railroads. This activity is conducted with the cooperation of and some cost-sharing from private sector organizations.

**Railroad system issues.**—Provides for research in railroad system safety, performance-based regulations, railroad systems and infrastructure security, railroad environmental issues, and locomotive R&D.

**Human factors.**—Provides for research in train operations, and yard and terminal accidents and incidents.

**Rolling stock and components.**—Provides for research in on-board monitoring systems, wayside monitoring systems, and material and design improvements.

**Track and structures.**—Provides for research in inspection techniques, material and component reliability, track and structure design and performance, and track stability data processing and feedback.

**Track and train interaction.**—Provides for research in derailment mechanisms, and vehicle/track performance.

**Train control.**—Provides for research in train control test and evaluation.

**Grade crossings.**—Provides for research in grade crossing human factors and infrastructure.

**Hazardous materials transportation.**—Provides for research in hazmat transportation safety, damage assessment and inspection, and tank car safety.

**Train occupant protection.**—Provides for research in locomotive safety, and passenger car safety/performance.

**R&D facilities and test equipment.**—Provides support to the Transportation Technology Center (TTC) and the track re-

General and special funds—Continued

RAILROAD RESEARCH AND DEVELOPMENT—Continued

search instrumentation platform. The TTC is a government-owned facility near Pueblo, Colorado, operated by the Association of American Railroads under a contract for care, custody and control.

**NDGPS.**—Provides for the operation and maintenance of the Nationwide Differential GPS (NDGPS) network and capital expenses for the continued expansion of this network. NDGPS provides precise positioning information and integrity monitoring of the GPS constellation for all transportation modes. By the end of FY 2004, the NDGPS network will provide single-station coverage over 85 percent of the continental U.S., and dual-station coverage over 65 percent of the continental U.S.

Object Classification (in millions of dollars)

Identification code 69-0745-0-1-401	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
25.2 Other services .....	13	11	17
25.4 Operation and maintenance of facilities .....	1	1	1
25.5 Research and development contracts .....	15	18	15
41.0 Grants, subsidies, and contributions .....	3	2	2
99.0 Direct obligations .....	32	32	35
99.0 Reimbursable obligations .....		1	1
99.9 Total new obligations .....	32	33	36

RAILROAD RESEARCH AND DEVELOPMENT

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 69-0745-2-1-401	2002 actual	2003 est.	2004 est.
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....		-14	
42.00 Transferred from other accounts .....		14	
43.00 Appropriation (total discretionary) .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

RHODE ISLAND RAIL DEVELOPMENT

Program and Financing (in millions of dollars)

Identification code 69-0726-0-1-401	2002 actual	2003 est.	2004 est.
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	35	28	22
73.20 Total outlays (gross) .....	-7	-6	-14
74.40 Obligated balance, end of year .....	28	22	8
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	7	6	14
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	7	6	14

Funds were previously provided to continue the construction of a third rail line and related costs between Davisville and Central Falls, RI. No funds are requested for 2004, as the 2001 funding completed the Administration's total funding commitment to this project.

PENNSYLVANIA STATION REDEVELOPMENT PROJECT

Program and Financing (in millions of dollars)

Identification code 69-0723-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Pennsylvania Station redevelopment project .....		60	
10.00 Total new obligations (object class 41.0) .....		60	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	20	40	
22.00 New budget authority (gross) .....	20	20	
23.90 Total budgetary resources available for obligation .....	40	60	
23.95 Total new obligations .....		-60	
24.40 Unobligated balance carried forward, end of year .....	40		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	20	20	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....			55
73.10 Total new obligations .....		60	
73.20 Total outlays (gross) .....		-5	-24
74.40 Obligated balance, end of year .....		55	31
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....		2	
86.93 Outlays from discretionary balances .....		3	24
87.00 Total outlays (gross) .....		5	24
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	20	20	
90.00 Outlays .....		5	24

Funds are used to redevelop the Pennsylvania Station in New York City, which involves renovating the James A. Farley Post Office building as a train station and commercial center, and basic upgrades to Pennsylvania Station. Funding for this project was included in the Grants to the National Railroad Passenger Corporation appropriation in 1995 through 1997, and the Northeast Corridor Improvement Program in 1998. In 2000 an advance appropriation of \$20 million was provided for 2001, 2002, and 2003. In 2001 the \$20 million in advance appropriations for the Farley Building was made available specifically for fire and life safety initiatives. No funds are requested in FY 2004.

ALASKA RAILROAD REHABILITATION

Program and Financing (in millions of dollars)

Identification code 69-0730-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Alaska Railroad rehabilitation .....	20		
10.00 Total new obligations (object class 41.0) .....	20		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	20		
23.95 Total new obligations .....	-20		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	20		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	42	21	13
73.10 Total new obligations .....	20		
73.20 Total outlays (gross) .....	-41	-8	-13
74.40 Obligated balance, end of year .....	21	13	
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	8		
86.93 Outlays from discretionary balances .....	33	8	13

87.00	Total outlays (gross) .....	41	8	13
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	20		
90.00	Outlays .....	41	8	13

These funds provided direct payments to the Alaska railroad. No funds are requested for 2004.

WEST VIRGINIA RAIL DEVELOPMENT  
Program and Financing (in millions of dollars)

Identification code 69-0758-0-1-401	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	West Virginia rail development .....	10	2	
10.00	Total new obligations (object class 41.0) .....	10	2	
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	12	2	
23.95	Total new obligations .....	-10	-2	
24.40	Unobligated balance carried forward, end of year .....	2		
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	3	9	9
73.10	Total new obligations .....	10	2	
73.20	Total outlays (gross) .....	-4	-2	-6
74.40	Obligated balance, end of year .....	9	9	3
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	4	2	6
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			6
90.00	Outlays .....	4	2	6

Funding for capital costs associated with track, signal and crossover rehabilitation and improvements on the MARC Brunswick line in West Virginia. No funds are requested in 2004.

CAPITAL GRANTS TO THE NATIONAL RAILROAD PASSENGER CORPORATION

For necessary expenses of the National Railroad Passenger Corporation as authorized by 49 U.S.C. 24104(a), \$900,000,000 of which not to exceed \$671,000,000 shall be for operations and to implement restructuring initiatives; and \$229,000,000 shall be for maintenance, and capital and infrastructure improvements.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-0704-0-1-401	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	Operating Expenses and Restructuring Initiatives .....		671	
00.02	Capital and Infrastructure .....		229	
00.03	General Capital Grants .....	1,115	545	
10.00	Total new obligations (object class 41.0) .....	1,115	545	900
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	312	24	
22.00	New budget authority (gross) .....	826	521	900
23.90	Total budgetary resources available for obligation .....	1,138	545	900
23.95	Total new obligations .....	-1,115	-545	-900
24.40	Unobligated balance carried forward, end of year .....	24		
<b>Net budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	826	521	900

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1	50	
73.10	Total new obligations .....	1,115	545	900
73.20	Total outlays (gross) .....	-1,067	-595	-900
74.40	Obligated balance, end of year .....	50		

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	754	521	900
86.93	Outlays from discretionary balances .....	313	74	
87.00	Total outlays (gross) .....	1,067	595	900

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	826	521	900
90.00	Outlays .....	1,067	595	900

The National Railroad Passenger Corporation (Amtrak) was established in 1970 through the Rail Passenger Service Act. Amtrak is operated and managed as a for profit corporation with all Board members appointed by the Executive Branch of the Federal Government, with the advice and consent of the Senate. Amtrak is not an agency or instrumentality of the U.S. Government.

Grant funding, administered by the Federal Railroad Administration, is being provided to support Amtrak's operating and capital requirements including Northeast Corridor improvements, railroad retirement, debt service interest and principal payments, operating assistance, preservation of capital and investments, and rolling stock maintenance. The request supports the Administration's Amtrak reform principles. To facilitate these changes, the budget proposes funding to support operations, expand capital and infrastructure maintenance programs and begin to address structural reform through employee buyouts and other measures that will improve Amtrak's future viability. In an effort to ensure that States play a major role in determining the route structure of a national passenger rail system, the proposal will encourage States to contribute to those routes they believe are critical to their transportation needs.

AMTRAK REFORM COUNCIL

Program and Financing (in millions of dollars)

Identification code 69-0152-0-1-407	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	Direct program activity .....	1		
10.00	Total new obligations (object class 99.5) .....	1		
<b>Budgetary resources available for obligation:</b>				
23.95	Total new obligations .....	-1		
<b>Change in obligated balances:</b>				
73.10	Total new obligations .....	1		
73.20	Total outlays (gross) .....	-1		
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	1		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	1		

The Amtrak Reform Council was created by the Amtrak Reform and Accountability Act of 1997 (P.L. 105-134) to perform an independent assessment of Amtrak. The 1999 Department of Transportation and Related Agencies Appropriations Act expanded the Council's mandate to include identifying Amtrak routes that could be candidates for closure or realignment. The Council was an independent entity and its funding was presented within the Federal Railroad Administration for display purposes only. The Council's charter expired in December 2002.

**General and special funds—Continued**

**NEXT GENERATION HIGH-SPEED RAIL**

*For necessary expenses of the Next Generation High-Speed Rail program, as authorized under 49 U.S.C. 26101 and 26102, \$23,200,000 to remain available until expended.*

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-0722-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 High-speed train control systems .....	12	10	10
00.02 High-speed non-electric locomotives .....	4	11	6
00.03 Grade crossing hazard mitigation/low-cost innovative technologies .....	4	5	4
00.04 Track/structures technology .....	2	1	1
00.05 Corridor planning .....	6	3	2
00.06 Maglev .....	1	2	
10.00 Total new obligations .....	29	32	23
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	6	9	
22.00 New budget authority (gross) .....	32	23	23
23.90 Total budgetary resources available for obligation .....	38	32	23
23.95 Total new obligations .....	-29	-32	-23
24.40 Unobligated balance carried forward, end of year .....	9		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	32	23	23
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	62	54	66
73.10 Total new obligations .....	29	32	23
73.20 Total outlays (gross) .....	-37	-20	-12
74.40 Obligated balance, end of year .....	54	66	77
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	5	3	3
86.93 Outlays from discretionary balances .....	32	17	9
87.00 Total outlays (gross) .....	37	20	12
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	32	23	23
90.00 Outlays .....	37	20	12

The Next Generation High-Speed Rail Program will fund: research, development, and technology demonstration programs and the planning and analysis required to evaluate technology proposals under the program.

**Object Classification (in millions of dollars)**

Identification code 69-0722-0-1-401	2002 actual	2003 est.	2004 est.
25.2 Other services .....	27	29	20
41.0 Grants, subsidies, and contributions .....	2	3	3
99.9 Total new obligations .....	29	32	23

**NORTHEAST CORRIDOR IMPROVEMENT PROGRAM**

**Program and Financing (in millions of dollars)**

Identification code 69-0123-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.04 System engineering, program management and administration .....		3	
10.00 Total new obligations (object class 25.2) .....		3	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	3	

23.95 Total new obligations .....		-3	
24.40 Unobligated balance carried forward, end of year .....	3		

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	15	15	14
73.10 Total new obligations .....		3	
73.20 Total outlays (gross) .....		-4	-9
74.40 Obligated balance, end of year .....	15	14	5

**Outlays (gross), detail:**

86.93 Outlays from discretionary balances .....		4	9
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**Net budget authority and outlays:**

89.00 Budget authority .....		4	
90.00 Outlays .....		4	9

This program provided funds to continue the upgrade of passenger rail service in the corridor between Washington, D.C. and Boston. Beginning in 2001, funding is available within the Amtrak appropriation.

**EMERGENCY RAILROAD REHABILITATION AND REPAIR**

**Program and Financing (in millions of dollars)**

Identification code 69-0124-0-1-401	2002 actual	2003 est.	2004 est.
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1	1	1
73.20 Total outlays (gross) .....			-1
74.40 Obligated balance, end of year .....	1	1	
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....			1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			1

This schedule displays emergency funding programs that no longer require appropriations and thus reflects outlays from 1997 and 1998 appropriations. In 1997, the funds were used to repair and rebuild freight rail lines of regional and short-line railroads or State-owned railroads damaged by floods in South Dakota, North Dakota, Minnesota, West Virginia and Iowa. In 1998, all states became eligible for this program.

**LOCAL RAIL FREIGHT ASSISTANCE**

**Program and Financing (in millions of dollars)**

Identification code 69-0714-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Local rail freight assistance .....		1	
10.00 Total new obligations (object class 41.0) .....		1	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1	1	
23.95 Total new obligations .....		-1	
24.40 Unobligated balance carried forward, end of year .....	1		
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....		1	
73.20 Total outlays (gross) .....		-1	
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....		1	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

This program provided discretionary and flat-rate grants to States for rail planning, and for acquisition, track rehabili-

tation, and rail facility construction with respect to light density freight lines. No funds are requested for this account in 2004.

CONRAIL COMMUTER TRANSITION ASSISTANCE

Program and Financing (in millions of dollars)

Identification code 69-0747-0-1-401	2002 actual	2003 est.	2004 est.
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1		
73.20 Total outlays (gross) .....	-1		
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	1		

These funds helped to defray the one-time-only start-up costs of commuter service and other transition expenses connected with the transfer of rail commuter services from Conrail to other operators. Between 1986 and 1993, funds were appropriated for commuter rail and bridge improvements in the Philadelphia, Pennsylvania region. No additional funds are requested in 2004.

Credit accounts:

ALAMEDA CORRIDOR DIRECT LOAN FINANCING PROGRAM

The Alameda Transportation Corridor is an intermodal project connecting the Ports of Los Angeles and Long Beach to downtown Los Angeles. The project replaces the current 20 miles of at-grade rail line with a high-speed, below-grade corridor, thereby eliminating over 200 grade crossings. It also widens and improves the adjacent major highway on this alignment and mitigates the impact of increased international traffic transferring through the San Pedro Ports. The loan has permitted construction to continue without interruption through the sale of debt obligations, the proceeds of which funded the majority of the project's costs.

The amount of subsidy budget authority originally provided for the Alameda Corridor Transportation project was \$59 million. The Alameda Corridor Transportation Authority (ACTA) has now completely drawn down the DOT loan proceeds totaling \$400 million. In January 1999, ACTA received investment grade ratings from three rating agencies on its debt obligations financing construction of the project.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loan obligated in 1997. The subsidy amounts are estimated on a present value basis. No funds are requested for this account in 2004, as all funds required to complete this project were provided in 1997.

ALAMEDA CORRIDOR DIRECT LOAN FINANCING ACCOUNT

General Fund Credit Receipt Accounts (in millions of dollars)

Identification code 69-4183-0-3-401	2002 actual	2003 est.	2004 est.
0101 Negative subsidies/subsidy reestimates .....		67	

Program and Financing (in millions of dollars)

Identification code 69-4183-0-3-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Interest paid to Treasury .....	59	32	34

08.02 Downward subsidy reestimate .....		50	
08.04 Interest on downward reestimate of subsidy .....		17	
08.91 Direct Program by Activities—Subtotal (1 level) .....		67	
10.00 Total new obligations .....	59	99	34

Budgetary resources available for obligation:

22.00 New financing authority (gross) .....	59	99	34
23.95 Total new obligations .....	-59	-99	-34

New financing authority (gross), detail:

<b>Mandatory:</b>			
67.10 Authority to borrow .....	59	97	30
69.00 Offsetting collections (cash) .....		2	4
70.00 Total new financing authority (gross) .....	59	99	34

Change in obligated balances:

73.10 Total new obligations .....	59	99	34
73.20 Total financing disbursements (gross) .....	-59	-99	-34
87.00 Total financing disbursements (gross) .....	59	99	34

Offsets:

<b>Against gross financing authority and financing disbursements:</b>			
88.40 Offsetting collections (cash) from: Non-Federal sources .....		-2	-4

Net financing authority and financing disbursements:

89.00 Financing authority .....	59	97	30
90.00 Financing disbursements .....	59	97	30

Status of Direct Loans (in millions of dollars)

Identification code 69-4183-0-3-401	2002 actual	2003 est.	2004 est.
<b>Position with respect to appropriations act limitation on obligations:</b>			
1111 Limitation on direct loans .....			
1150 Total direct loan obligations .....			
<b>Cumulative balance of direct loans outstanding:</b>			
1210 Outstanding, start of year .....	503	502	535
1251 Repayments: Repayments and prepayments .....			
1261 Adjustments: Capitalized interest .....	46	33	34
1264 Write-offs for default: Other adjustments, net .....	-47		
1290 Outstanding, end of year .....	502	535	569

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 69-4183-0-3-401	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	503	502	535	569
1405 Allowance for subsidy cost (-) .....				
1499 Net present value of assets related to direct loans .....	503	502	535	569
1999 Total assets .....	503	502	535	569
<b>LIABILITIES:</b>				
2103 Federal liabilities: Debt .....	503	502	535	569
2999 Total liabilities .....	503	502	535	569
4999 Total liabilities and net position .....	503	502	535	569

RAILROAD REHABILITATION AND IMPROVEMENT PROGRAM

The Secretary of Transportation is authorized to issue to the Secretary of the Treasury notes or other obligations pursuant to section 512 of the Railroad Revitalization and Regulatory Reform Act of 1976

**Credit accounts—Continued**

**RAILROAD REHABILITATION AND IMPROVEMENT PROGRAM—Continued**

(Public Law 94-210), as amended, in such amounts and at such times as may be necessary to pay any amounts required pursuant to the guarantee of the principal amount of obligations under sections 511 through 513 of such Act, such authority to exist as long as any such guaranteed obligation is outstanding: Provided, That pursuant to section 502 of such Act, as amended, no new direct loans or loan guarantee commitments shall be made using Federal funds for the credit risk premium during fiscal year 2004.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**General Fund Credit Receipt Accounts (in millions of dollars)**

Identification code 69-0750-0-1-401	2002 actual	2003 est.	2004 est.
0100 Negative subsidies/subsidy reestimates .....		5	

**Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)**

Identification code 69-0750-0-1-401	2002 actual	2003 est.	2004 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Direct loan levels—RR Rehab and Improvement .....	102		
115901 Total direct loan levels .....	102		
Direct loan subsidy (in percent):			
132001 Credit Risk Premium rate .....	0.00	0.00	
132901 Weighted average subsidy rate .....	0.00	0.00	
Direct loan subsidy budget authority:			
133001 Direct loan levels .....			
133901 Total subsidy budget authority .....			
Direct loan subsidy outlays:			
134001 Credit Risk Premium outlays .....			
134901 Total subsidy outlays .....			
Direct loan downward reestimate subsidy budget authority:			
137001 Direct loan levels—RR Rehab and Improvement .....		5	
137901 Total downward reestimate budget authority .....		5	
Direct loan downward reestimate subsidy outlays:			
138001 Direct loan levels—RR Rehab and Improvement .....		5	
138901 Total downward reestimate subsidy outlays .....		5	

Data above includes funds for the Railroad Rehabilitation and Improvement and Amtrak Corridor Improvement Loans program accounts. These accounts were funded under separate appropriations, and are displayed in a consolidated format. The two accounts are loan administration accounts. No funding is requested in 2004. No loans are proposed to be supported in 2004 with Federal funds.

TEA-21 expanded the Railroad Rehabilitation and Improvement program to permit non-Federal entities to provide the subsidy budget authority needed to support a loan through the payment of a credit risk premium. The final rule regarding the administration of the program was published on July 6, 2000.

**RAILROAD REHABILITATION AND IMPROVEMENT DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 69-4420-0-3-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Interest to Treasury .....	3	11	22
00.02 Direct loans .....	102	204	198
00.91 Direct Program by Activities—Subtotal (1 level)	105	215	220

08.02 Downward subsidy reestimate:			
Downward subsidy reestimate .....		5	
10.00 Total new obligations .....	105	220	220

**Budgetary resources available for obligation:**

22.00 New financing authority (gross) .....	105	220	220
23.95 Total new obligations .....	-105	-220	-220

**New financing authority (gross), detail:**

Mandatory:			
67.10 Authority to borrow .....	105	209	210
69.00 Offsetting collections (cash) .....		111	20
69.47 Portion applied to repay debt .....		-100	-10
69.90 Spending authority from offsetting collections (total mandatory) .....		11	10
70.00 Total new financing authority (gross) .....	105	220	220

**Change in obligated balances:**

72.40 Obligated balance, start of year .....		2	
73.10 Total new obligations .....	105	220	220
73.20 Total financing disbursements (gross) .....	-103	-222	-220
74.40 Obligated balance, end of year .....		2	
87.00 Total financing disbursements (gross) .....	103	222	220

**Offsets:**

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Non-Federal sources:			
88.40 Credit premium .....		-10	-10
88.40 Principal repayment .....		-100	-10
88.40 Interest payment .....		-1	
88.90 Total, offsetting collections (cash) .....		-111	-20

**Net financing authority and financing disbursements:**

89.00 Financing authority .....	105	109	200
90.00 Financing disbursements .....	103	111	200

**Status of Direct Loans (in millions of dollars)**

Identification code 69-4420-0-3-401	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....			
1121 Limitation available from carry-forward .....	3,500	3,398	3,294
1143 Unobligated limitation carried forward (P.L. xx) (-) .....	-3,398	-3,194	-3,096
1150 Total direct loan obligations .....	102	204	198
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	4	105	210
1231 Disbursements: Direct loan disbursements .....	101	205	198
1251 Repayments: Repayments and prepayments .....		-100	-8
1263 Write-offs for default: Direct loans .....			-2
1290 Outstanding, end of year .....	105	210	398

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans. The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet (in millions of dollars)**

Identification code 69-4420-0-3-401	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....		102	204	198
1499 Net present value of assets related to direct loans .....		102	204	198
1601 Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable: Direct loans, gross .....	4	3	11	22
1999 Total assets .....	4	105	215	220

<b>LIABILITIES:</b>					
2105	Federal liabilities: Other .....	4	105	215	220
2999	Total liabilities .....	4	105	215	220
<b>NET POSITION:</b>					
3300	Cumulative results of operations .....				
3999	Total net position .....				
4999	Total liabilities and net position .....	4	105	215	220

**RAILROAD REHABILITATION AND IMPROVEMENT LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 69-4411-0-3-401	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	Interest to Treasury .....	5	2	2
10.00	Total new obligations (object class 43.0) .....	5	2	2
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	7		
22.00	New budget authority (gross) .....	6	6	6
22.60	Portion applied to repay debt .....	-9	-4	-4
23.90	Total budgetary resources available for obligation .....	4	2	2
23.95	Total new obligations .....	-5	-2	-2
<b>New budget authority (gross), detail:</b>				
Mandatory:				
69.00	Offsetting collections (cash) .....	6	6	6
<b>Change in obligated balances:</b>				
73.10	Total new obligations .....	5	2	2
73.20	Total outlays (gross) .....	-5	-2	-2
<b>Outlays (gross), detail:</b>				
86.97	Outlays from new mandatory authority .....	5	2	2
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources .....	-6	-6	-6
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	-2	-4	-4

**Status of Direct Loans (in millions of dollars)**

Identification code 69-4411-0-3-401	2002 actual	2003 est.	2004 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	49	40	36
1251	Repayments: Repayments and prepayments .....	-9	-4	-4
1290	Outstanding, end of year .....	40	36	32

*Section 505—Redeemable preference shares.*—Authority for the section 505 redeemable preference shares program expired on September 30, 1988. The account reflects actual outlays of -\$9 million in 2002, and projected outlays of -\$4 million in 2003 and -\$4 million in 2004 resulting from payments of principal and interest as well as repurchases of redeemable preference shares and the sale of redeemable preference shares to the private sector.

*Section 511—Loan repayments.*—This program reflects repayments of principal and interest on outstanding borrowings by the railroads to the Federal Financing Bank under the section 511 loan guarantee program.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. All new activity in this program (including modifications of direct loans or loan guarantees that resulted from obligations or commit-

ments in any year) is recorded in corresponding program accounts and financing accounts.

**Balance Sheet (in millions of dollars)**

Identification code 69-4411-0-3-401	2001 actual	2002 actual	2003 est.	2004 est.	
<b>ASSETS:</b>					
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:					
1601	Direct loans, gross .....	44	40	36	32
1602	Interest receivable .....	11	5	2	2
1699	Value of assets related to direct loans .....	55	45	38	34
1999	Total assets .....	55	45	38	34
<b>LIABILITIES:</b>					
Federal liabilities:					
2102	Interest payable .....	11	5	2	2
2103	Debt .....	44	40	36	32
2999	Total liabilities .....	55	45	38	34
4999	Total liabilities and net position .....	55	45	38	34

**AMTRAK CORRIDOR IMPROVEMENT DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 69-4164-0-3-401	2002 actual	2003 est.	2004 est.	
<b>Budgetary resources available for obligation:</b>				
22.40	Capital transfer to general fund .....		-1	
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1	1	
74.40	Obligated balance, end of year .....	1		
<b>Net financing authority and financing disbursements:</b>				
89.00	Financing authority .....			
90.00	Financing disbursements .....			

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet (in millions of dollars)**

Identification code 69-4164-0-3-401	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1207	Non-Federal assets: Advances and prepayments .....	1	1	
1999	Total assets .....	1	1	
<b>LIABILITIES:</b>				
2202	Non-Federal liabilities: Interest payable .....	1	1	
2999	Total liabilities .....	1	1	
<b>NET POSITION:</b>				
3999	Total net position .....			
4999	Total liabilities and net position .....	1	1	

**Credit accounts—Continued**

**AMTRAK CORRIDOR IMPROVEMENT LOANS LIQUIDATING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 69-0720-0-1-401	2002 actual	2003 est.	2004 est.
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....	1	3	
69.47 Portion applied to repay debt .....	-1	-3	
69.90 Spending authority from offsetting collections (total mandatory) .....			
<b>Change in obligated balances:</b>			
73.20 Total outlays (gross) .....			
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-1	-3	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	-1	-3	
90.00 Outlays .....	-1	-3	

**Status of Direct Loans** (in millions of dollars)

Identification code 69-0720-0-1-401	2002 actual	2003 est.	2004 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	4	3	
1251 Repayments: Repayments and prepayments .....	-1	-3	
1290 Outstanding, end of year .....	3		

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. All new activity in this program (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year) is recorded in corresponding program accounts and financing accounts.

**Balance Sheet** (in millions of dollars)

Identification code 69-0720-0-1-401	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1601 Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable: Direct loans, gross .....	4	3		
1999 Total assets .....	4	3		
<b>LIABILITIES:</b>				
2105 Federal liabilities: Federal liabilities; Other .....	4	3		
2999 Total liabilities .....	4	3		
4999 Total liabilities and net position .....	4	3		

**FEDERAL TRANSIT ADMINISTRATION**

The Federal Transit Administration (FTA) provides funding to transit operators, State and local governments and other recipients for the construction of facilities; the purchase of vehicles and equipment; the improvement of technology, service techniques, and methods; the support of region-wide transportation planning; and transit operations. In addition to improving general mobility, FTA provides financial assistance to help implement other national goals relating to mobility for the elderly, people with disabilities, and economically disadvantaged individuals. The FTA budget includes program streamlining and consolidation to support the President's goal of creating a citizen-centered, outcome-based government. The

Administration proposes consolidating the myriad of separate transit programs in order to give States and localities additional flexibility to better meet the mobility needs in their communities. This consolidation has the added benefit of reducing the administrative burden or grantees, since fewer separate grant applications would be required. In addition, the FTA proposes new initiatives, including performance incentives and the President's New Freedom Initiative.

In 2004, \$7,226 million is proposed for transit programs. The following tables show the funding for the Federal Transit Administration programs.

	(In millions of dollars)		
Obligation Limitations:	2002 actual	2003 est.	2004 est.
Administrative expenses, general fund .....	13	15	76
Administrative expenses, trust fund .....	54	58	
Subtotal, obligation limitation .....	67	73	76
Transit planning and research, general fund .....	23	24	
Transit planning and research, trust fund .....	153	98	
Subtotal, obligation limitation .....	176	122	
University transportation centers, general fund .....	1	1	
University transportation centers, trust fund .....	5	5	
Subtotal, obligation limitation .....	6	6	
Job access and reverse commute, general fund .....	25	30	
Job access and reverse commute, trust fund .....	100	120	
Subtotal, obligation limitation .....	125	150	
Formula grants, general fund .....	692	768	
Formula grants, trust fund .....	3,989	3,071	
Subtotal, obligation limitation .....	4,681	3,839	
Capital investment grants, general fund .....	2,518	607	
Capital investment grants, trust fund .....	2,273	2,429	
Subtotal, obligation limitation .....	4,791	3,036	
Major Capital Investment Grants, general funds .....			1,214
Major Capital Investment Grants, trust funds .....			321
Total .....			1,535
Formula Grants and Research, trust funds .....			5,615
Trust fund share of expenses, total budget authority (non-add) .....	[6,573]	[5,781]	[321]
Trust fund share of expenses, available for obligation (non-add) .....	[6,573]	[5,781]	[321]
Total FTA, obligation limitation .....	9,845	7,226	7,226

Note.—In 2002, P.L. 107-38, P.L. 107-117 and P.L. 107-206 increased FTA budget authority and obligation limitation by \$23.5 million for Formula Grants and \$1,900 million for Capital Investment Grants. 2002 funds reflect the transfer of \$1,177 million from FHWA to FTA and \$2 million in funds transferred from FTA to FHWA. The budget assumes that flex funding transfer between FHWA and FTA will continue, and will be documented at the end of the fiscal year.

**Federal Funds**

**General and special funds:**

**ADMINISTRATIVE EXPENSES**

For necessary administrative expenses of the Federal Transit Administration's programs authorized by chapter 53 of title 49, United States Code, \$76,500,000: Provided, That of the funds in this Act available for the execution of contracts under section 5327(c) of title 49, United States Code, \$2,000,000 shall be reimbursed to the Department of Transportation's Office of Inspector General for costs associated with audits and investigations of transit-related issues, including reviews of new fixed guideway systems.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-1120-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	67	73	76
01.01 Reimbursable program .....	1	1	1
10.00 Total new obligations .....	68	74	77
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	68	74	77

23.95	Total new obligations .....	-68	-74	-77
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	13	15	76
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	55	59	1
70.00	Total new budget authority (gross) .....	68	74	77
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	10	18	7
73.10	Total new obligations .....	68	74	77
73.20	Total outlays (gross) .....	-60	-85	-76
73.40	Adjustments in expired accounts (net) .....	-1		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	1		
74.40	Obligated balance, end of year .....	18	7	8
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	50	67	69
86.93	Outlays from discretionary balances .....	10	18	7
87.00	Total outlays (gross) .....	60	85	76
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	-55	-59	-1
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	13	15	76
90.00	Outlays .....	6	26	75
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>				
99.00	Budget authority .....	4	4	4
99.01	Outlays .....	4	4	4

For 2004, \$76.5 million is requested to fund the personnel and other support costs associated with management and direction of FTA programs. FTA continues to focus on the President's Management Agenda, long-term management of the Federal workforce, and fostering a citizen-centered, results-based government that is organized to be flexible and lean. FTA remains committed to continuing aggressive efforts to increase efficiency and productivity within available staffing resources, and to improve the services offered to its customers. FTA has been a leader in the Department by expanding its automated systems to provide direct access by our customers. The Transportation Electronic Award and Management (TEAM) system provides on-line access to grantees for grant awards and disbursements.

**Object Classification** (in millions of dollars)

Identification code 69-1120-0-1-401	2002 actual	2003 est.	2004 est.	
<b>Direct obligations:</b>				
Personnel compensation:				
11.1	Full-time permanent .....	37	41	44
11.3	Other than full-time permanent .....	1	1	1
11.9	Total personnel compensation .....	38	42	45
12.1	Civilian personnel benefits .....	8	9	10
21.0	Travel and transportation of persons .....	2	2	2
23.1	Rental payments to GSA .....	5	5	5
23.3	Communications, utilities, and miscellaneous charges .....	2	2	2
25.2	Other services .....	11	12	11
31.0	Equipment .....	1	1	1
99.0	Direct obligations .....	67	73	76
99.0	Reimbursable obligations .....	1	1	1
99.9	Total new obligations .....	68	74	77

**Personnel Summary**

Identification code 69-1120-0-1-401	2002 actual	2003 est.	2004 est.	
<b>Direct:</b>				
1001	Total compensable workyears: Civilian full-time equivalent employment .....	499	517	527

<b>Reimbursable:</b>				
2001	Total compensable workyears: Civilian full-time equivalent employment .....	8	13	5

**MAJOR CAPITAL INVESTMENT GRANTS**  
(INCLUDING TRANSFER OF FUNDS)

For necessary expenses to carry out 49 U.S.C. 5303, 5304, 5305, and 5309, \$1,213,500,000, to remain available until expended: Provided, That no more than \$1,534,094,000 of budget authority shall be available for these purposes, of which \$1,514,917,825 is for new fixed guideway systems and \$19,176,175 is for metropolitan and statewide planning activities.

**Program and Financing** (in millions of dollars)

Identification code 69-1139-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01	Major capital investment grants .....		1,534
10.00	Total new obligations .....		1,534
<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross) .....		1,535
23.95	Total new obligations .....		-1,534
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation .....		1,214
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....		321
70.00	Total new budget authority (gross) .....		1,535
<b>Change in obligated balances:</b>			
73.10	Total new obligations .....		1,534
73.20	Total outlays (gross) .....		-185
74.40	Obligated balance, end of year .....		1,349
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority .....		185
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources .....		-321
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....		1,214
90.00	Outlays .....		-136

**New Starts.**—\$1,515 million for the construction of new fixed guideway systems and extensions to existing fixed guideway systems. FTA is implementing a number of changes to the New Starts evaluation process. In addition, the Administration proposes to expand the New Starts program to make new non-fixed guideway transportation corridor systems and extensions ("small starts") eligible for funding, in order to more cost-effectively address the transit needs of some communities. In order to accommodate growth in the "small starts" category and ensure that meritorious New Starts projects can be funded in the future, FTA seeks a modest increase in the New Starts program.

**Planning.**—\$19 million for Metropolitan and Statewide Planning activities. This portion of the Metropolitan and Statewide planning activities will be funded from Major Capital Investment Grants. Fixed guideway modernization funding is provided in the Formula Grants and Research account.

**Object Classification** (in millions of dollars)

Identification code 69-1139-0-1-401	2002 actual	2003 est.	2004 est.
25.2	Other services .....		15
41.0	Grants, subsidies, and contributions .....		1,519
99.9	Total new obligations .....		1,534

General and special funds—Continued

FORMULA GRANTS

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-1129-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Salt Lake Olympics .....	5		
00.02 Urban formula-capital .....	4,265	3,298	1,247
00.03 Alaska Railroad .....		5	5
00.04 Clean fuels .....		40	10
00.05 Elderly and disabled .....	140	87	
00.06 Nonurban formula .....	276	235	67
00.07 Over-the-road-bus .....	5	6	7
00.08 Emergency response funds .....	25	9	
00.09 New freedom initiative .....		145	
10.00 Total new obligations .....	4,716	3,825	1,336
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1,327	1,322	1,336
22.00 New budget authority (gross) .....	4,681	3,839	
22.10 Resources available from recoveries of prior year obligations .....	21		
22.22 Unobligated balance transferred from other accounts	10		
23.90 Total budgetary resources available for obligation	6,039	5,161	1,336
23.95 Total new obligations .....	-4,716	-3,825	-1,336
24.40 Unobligated balance carried forward, end of year .....	1,322	1,336	
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	742	768	
40.76 Reduction pursuant to P.L. 107-206 .....			
41.00 Transferred to other accounts .....	-50		
43.00 Appropriation (total discretionary) .....	692	768	
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	3,989	3,071	
70.00 Total new budget authority (gross) .....	4,681	3,839	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	6,338	6,650	6,605
73.10 Total new obligations .....	4,716	3,825	1,336
73.20 Total outlays (gross) .....	-4,383	-3,870	-3,291
73.45 Recoveries of prior year obligations .....	-21		
74.40 Obligated balance, end of year .....	6,650	6,605	4,650
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	943	400	
86.93 Outlays from discretionary balances .....	3,440	3,470	3,291
87.00 Total outlays (gross) .....	4,383	3,870	3,291
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-3,989	-3,071	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	692	768	
90.00 Outlays .....	395	799	3,291

Beginning in 2004, Formula Grants will be funded as a Trust Fund account.

Object Classification (in millions of dollars)

Identification code 69-1129-0-1-401	2002 actual	2003 est.	2004 est.
25.2 Other services .....	18	18	5
41.0 Grants, subsidies, and contributions .....	4,698	3,807	1,331
99.9 Total new obligations .....	4,716	3,825	1,336

UNIVERSITY TRANSPORTATION RESEARCH

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-1136-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....	6	6	
10.00 Total new obligations (object class 41.0) .....	6	6	
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	6	6	
23.95 Total new obligations .....	-6	-6	
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1	1	
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	5	5	
70.00 Total new budget authority (gross) .....	6	6	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	13	11	11
73.10 Total new obligations .....	6	6	
73.20 Total outlays (gross) .....	-8	-6	-5
74.40 Obligated balance, end of year .....	11	11	5
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	2	1	
86.93 Outlays from discretionary balances .....	6	5	5
87.00 Total outlays (gross) .....	8	6	5
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-5	-5	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1	1	
90.00 Outlays .....	3	1	5

Beginning in 2004 University Transportation Research will be funded in the Formula Grants and Research account.

TRANSIT PLANNING AND RESEARCH

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 69-1137-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	176	124	32
09.01 Reimbursable program .....	20	20	
10.00 Total new obligations .....	196	144	32
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	25	34	32
22.00 New budget authority (gross) .....	196	142	
22.10 Resources available from recoveries of prior year obligations .....	3		
22.22 Unobligated balance transferred from other accounts	6		
23.90 Total budgetary resources available for obligation	230	176	32
23.95 Total new obligations .....	-196	-144	-32
24.40 Unobligated balance carried forward, end of year .....	34	32	
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	23	24	
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	158	118	

68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	15		
68.90	Spending authority from offsetting collections (total discretionary) .....	173	118	
70.00	Total new budget authority (gross) .....	196	142	
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	281	268	246
73.10	Total new obligations .....	196	144	32
73.20	Total outlays (gross) .....	-191	-166	-148
73.45	Recoveries of prior year obligations .....	-3		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	-15		
74.40	Obligated balance, end of year .....	268	246	130
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	35	31	
86.93	Outlays from discretionary balances .....	156	135	148
87.00	Total outlays (gross) .....	191	166	148
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-158	-118	
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	-15		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	23	24	
90.00	Outlays .....	33	48	148

In 2004, the National Research program, Transit Cooperative Research, and Nation Transit Institute are funded in the Formula Grants and Research account. Funds supporting metropolitan and statewide planning activities are made available from the Formula Grants and Research account and the Major Capital Investment grants account. The Rural Transit Assistance program will be funded within the Formula Grants and Research account as part of the Non-urbanized Area Formula Program.

**Object Classification** (in millions of dollars)

Identification code 69-1137-0-1-401	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
25.1	Advisory and assistance services .....	1	1
25.5	Research and development contracts .....	10	10
41.0	Grants, subsidies, and contributions .....	165	113
99.0	Direct obligations .....	176	124
99.0	Reimbursable obligations .....	20	20
99.9	Total new obligations .....	196	144

**JOB ACCESS AND REVERSE COMMUTE GRANTS**

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-1125-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01	Direct program activity .....	71	150
10.00	Total new obligations (object class 41.0) .....	71	150
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year .....	91	145
22.00	New budget authority (gross) .....	125	150
23.90	Total budgetary resources available for obligation .....	216	295
23.95	Total new obligations .....	-71	-150
24.40	Unobligated balance carried forward, end of year .....	145	145

<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation .....	25	30
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	100	120
70.00	Total new budget authority (gross) .....	125	150
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year .....	103	109
73.10	Total new obligations .....	71	150
73.20	Total outlays (gross) .....	-65	-96
74.40	Obligated balance, end of year .....	109	163
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority .....	4	8
86.93	Outlays from discretionary balances .....	61	88
87.00	Total outlays (gross) .....	65	96
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources	-100	-120
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	25	30
90.00	Outlays .....	-35	-24

In 2004, funds requested for the Job Access and Reverse Commute Grants program are included in the Formula Grants and Research account.

**CAPITAL INVESTMENT GRANTS**

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-1134-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01	Capital investment grants .....	2,871	3,153
00.02	Emergency Supplemental P.L. 107-117 .....	43	57
00.03	Lower Manhattan Recovery P.L. 107-206 .....		400
10.00	Total new obligations .....	2,914	3,610
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year .....	1,217	3,092
22.00	New budget authority (gross) .....	4,791	3,036
22.10	Resources available from recoveries of prior year obligations .....	3	
22.21	Unobligated balance transferred to other accounts .....	-5	
23.90	Total budgetary resources available for obligation .....	6,006	6,128
23.95	Total new obligations .....	-2,914	-3,610
24.40	Unobligated balance carried forward, end of year .....	3,092	2,518
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation .....	2,468	607
42.00	Transferred from other accounts .....	50	
43.00	Appropriation (total discretionary) .....	2,518	607
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	2,273	2,429
70.00	Total new budget authority (gross) .....	4,791	3,036
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year .....	3,052	3,562
73.10	Total new obligations .....	2,914	3,610
73.20	Total outlays (gross) .....	-2,401	-2,508
73.45	Recoveries of prior year obligations .....	-3	
74.40	Obligated balance, end of year .....	3,562	4,664
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority .....	795	364
86.93	Outlays from discretionary balances .....	1,606	2,144
87.00	Total outlays (gross) .....	2,401	2,508

**General and special funds—Continued**

**CAPITAL INVESTMENT GRANTS—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 69-1134-0-1-401	2002 actual	2003 est.	2004 est.
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-2,273	-2,429	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	2,518	607	
90.00 Outlays	128	79	2,719

In 2004, funds requested for fixed guideway modernization are included under the Formula Grants and Research. Funding for new major capital investment grants (i.e., New Starts) is being proposed in a new account, Major Capital Investment Grants.

**Object Classification (in millions of dollars)**

Identification code 69-1134-0-1-401	2002 actual	2003 est.	2004 est.
11.1 Personnel compensation: Full-time permanent			1
25.2 Other services	28	35	5
41.0 Grants, subsidies, and contributions	2,886	3,575	1,912
99.9 Total new obligations	2,914	3,610	1,918

**Personnel Summary**

Identification code 69-1134-0-1-401	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment		10	10

**RESEARCH, TRAINING, AND HUMAN RESOURCES**

**Program and Financing (in millions of dollars)**

Identification code 69-1121-0-1-401	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
22.10 Resources available from recoveries of prior year obligations	1		
22.21 Unobligated balance transferred to other accounts	-1		
23.90 Total budgetary resources available for obligation			
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	3	1	1
73.20 Total outlays (gross)	-1	-1	
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	1	1	
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances	1	1	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays		1	

Since 1993, the activities of this account have been financed in the Transit Planning and Research.

**INTERSTATE TRANSFER GRANTS—TRANSIT**

**Program and Financing (in millions of dollars)**

Identification code 69-1127-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity		7	
10.00 Total new obligations (object class 41.0)		7	

<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	6	7	
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	7	7	
23.95 Total new obligations		-7	
24.40 Unobligated balance carried forward, end of year	7		

<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year		-8	-1
73.10 Total new obligations		7	
73.20 Total outlays (gross)	-8	1	
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	-8	-1	

<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances	8	-1	

<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays	8	-1	

This account funds transit capital projects substituted for previously withdrawn segments of the Interstate Highway System under the provisions of 23 U.S.C. 103(e)(4).

**WASHINGTON METROPOLITAN AREA TRANSIT AUTHORITY**

**Program and Financing (in millions of dollars)**

Identification code 69-1128-0-1-401	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	121	32	17
73.20 Total outlays (gross)	-89	-14	-10
74.40 Obligated balance, end of year	32	17	9
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances	89	14	10
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays	89	14	10

The National Capital Transportation Amendments of 1979 (Stark-Harris) authorized \$1.7 billion in Federal funds to support the construction of the Washington Metrorail system. In addition, the National Capital Transportation Amendments of 1990 authorized another \$1.3 billion in Federal capital assistance to complete construction of the planned 103-mile system. The Federal commitment to complete the 103-mile system was fully funded in 1999. No new budget authority is proposed.

**MISCELLANEOUS EXPIRED ACCOUNTS**

**Program and Financing (in millions of dollars)**

Identification code 69-1122-0-1-401	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays			

This schedule displays program balances that are no longer required.

**Trust Funds**  
**DISCRETIONARY GRANTS**  
(LIQUIDATION OF CONTRACT AUTHORIZATION)  
(HIGHWAY TRUST FUND)

Program and Financing (in millions of dollars)			
Identification code 69-8191-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Discretionary grants .....	8	47	
10.00 Total new obligations (object class 41.0) .....	8	47	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....			
21.40 Unobligated balance carried forward, start of year Contract Authority .....	48	47	
22.10 Resources available from recoveries of prior year obligations .....	7		
23.90 Total budgetary resources available for obligation .....	55	47	
23.95 Total new obligations .....	-8	-47	
24.40 Unobligated balance carried forward, end of year .....			
24.40 Unobligated balance carried forward, end of year Contract Authority .....	47		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1,243	749	341
73.10 Total new obligations .....	8	47	
73.20 Total outlays (gross) .....	-495	-455	-220
73.45 Recoveries of prior year obligations .....	-7		
74.40 Obligated balance, end of year .....	749	341	121
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	495	455	220
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	495	455	220

In 2004, no additional liquidating cash is requested to pay previous obligations in the Discretionary Grants account.

**TRUST FUND SHARE OF EXPENSES**  
(LIQUIDATION OF CONTRACT AUTHORIZATION)  
(HIGHWAY TRUST FUND)

*Notwithstanding any other provision of law, for payment of obligations incurred in carrying out 49 U.S.C. 5305, 5309, and 5327, \$320,594,000, to remain available until expended, to be derived from the Mass Transit Account of the Highway Trust Fund, and to be paid to the Federal Transit Administration's capital investment grants account.*

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-8350-0-7-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Administrative expenses .....	54	58	
00.02 Job access and reverse commute .....	100	120	
00.03 Formula programs .....	3,989	3,071	
00.04 University transportation research .....	5	5	
00.05 Transit planning and research .....	153	98	
00.06 Capital investment grants .....	2,273	2,429	
00.07 Major Capital Investment Grants .....			321
10.00 Total new obligations (object class 94.0) .....	6,573	5,781	321
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year Contract Authority .....	29	29	29
22.00 New budget authority (gross) .....	6,573	5,781	321

23.90 Total budgetary resources available for obligation	6,602	5,810	350
23.95 Total new obligations .....	-6,573	-5,781	-321
24.40 Unobligated balance carried forward, end of year Contract Authority .....	29	29	29

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.26 Appropriation (trust fund) .....	5,398	5,781	321
40.49 Portion applied to liquidate contract authority used .....	-6,573	-5,781	-321
41.00 Transferred to other accounts .....	-2		
42.00 Transferred from other accounts .....	1,177		
43.00 Appropriation (total discretionary) .....			
<b>Mandatory:</b>			
66.10 Contract authority .....	5,398	5,781	321
66.61 Transferred to other accounts .....	-2		
66.62 Transferred from other accounts .....	1,177		
66.90 Contract authority (total mandatory) .....	6,573	5,781	321
70.00 Total new budget authority (gross) .....	6,573	5,781	321

**Change in obligated balances:**

73.10 Total new obligations .....	6,573	5,781	321
73.20 Total outlays (gross) .....	-6,573	-5,781	-321

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	6,573	5,781	321
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**Net budget authority and outlays:**

89.00 Budget authority .....	6,573	5,781	321
90.00 Outlays .....	6,573	5,781	321

**Status of Contract Authority (in millions of dollars)**

Identification code 69-8350-0-7-401	2002 actual	2003 est.	2004 est.
<b>Contract authority:</b>			
0200 Contract authority .....	6,573	5,781	321
0400 Appropriation to liquidate contract authority .....	-6,573	-5,781	-321

For 2004, this account tracks the portion of funds for each of FTA's programs derived from the Mass Transit Account of the Highway Trust Fund.

**STATUS OF THE MASS TRANSIT ACCOUNT OF THE HIGHWAY TRUST FUND**

[In millions of dollars]

Unexpended balance, start of year .....	7,368	6,096	4,531
<b>Cash income during the year, Governmental receipts:</b>			
Motor fuel taxes .....	4,621	4,671	4,793
Total annual income .....	4,621	4,671	4,793
<b>Cash outlays during the year:</b>			
Discretionary grants/Major capital investments .....	495	455	220
Formula Grants and Research .....			578
Trust fund share of transit programs .....	5,398	5,781	321
Total annual outlays .....	5,893	6,236	1,119
Unexpended balance, end of year .....	6,096	4,531	8,205

**Trust Funds**

**FORMULA GRANTS AND RESEARCH**

(LIMITATION ON OBLIGATIONS)

(HIGHWAY TRUST FUND, MASS TRANSIT ACCOUNT)

*None of the funds in this Act shall be available for programs, the obligations for which are in excess of the \$5,615,406,000 for formula grants, to be derived from the Mass Transit Account of the Highway Trust Fund, together with reimbursements received by the Federal Transit Administration, to remain available until expended: Provided, That within the obligation limitation of \$5,615,406,000, not more than:*

*\$70,192,575 shall be for Planning programs authorized under 49 U.S.C. 5303, 5304, and 5305;*

*\$3,500,000 shall be for the National Transit database authorized under 49 U.S.C. 5335;*

FORMULA GRANTS AND RESEARCH—Continued

(HIGHWAY TRUST FUND, MASS TRANSIT ACCOUNT)—Continued

\$4,849,950 shall be for grants to the Alaska Railroad for improvements to its passenger operations under 49 U.S.C. 5307;

\$6,950,000 shall be for the Rural Transportation Accessibility Incentive program authorized under section 3038 of the Transportation Equity Act for the 21st Century, as amended;

\$43,750,000 shall be for programs authorized under 49 U.S.C. 5312, 5313–5315 and 5322, of which \$8,250,000 shall be for transit cooperative research under section 5313, \$4,000,000 shall be for that National Transit Institute under section 5315, including not more than \$1,000,000 for workplace safety under section 5315(a)(16), and \$31,500,000 shall be for national research programs under sections 5312, 5313, 5314 and 5322;

\$145,000,000 shall be for the New Freedom Initiative;

\$3,000,000 shall be for the Bus Testing program authorized under 49 U.S.C. 5318;

\$6,000,000 shall be for University Transportation Research authorized under 49 U.S.C. 5505;

\$359,385,984 shall be for grants to other than urbanized areas under 49 U.S.C. 5311, of which \$5,250,000 shall be for the rural transit assistance program;

\$87,038,793 shall be for financial assistance for services for elderly persons and persons with disabilities authorized under 49 U.S.C. 5310;

\$150,000,000 shall be for financial assistance for job access and reverse commute projects;

\$1,214,400,000 shall be for fixed guideway modernization grants; and

\$3,521,338,698 shall be for grants to urbanized areas under 49 U.S.C. 5307, apportioned in accordance with 49 U.S.C. 5336.

(LIQUIDATION OF CONTRACT AUTHORIZATION)

(HIGHWAY TRUST FUND, MASS TRANSIT ACCOUNT)

For payment of obligations incurred in carrying out 49 U.S.C. 5303, 5304, 5305, 5307, 5310, 5311–5315, 5318, 5322, 5335, 5505, the New Freedom Initiative, job access and reverse commute projects, and section 3038 of Public Law 105–178, as amended, \$690,000,000, to remain available until expended and to be derived from the Mass Transit Account of the Highway Trust Fund.

Program and Financing (in millions of dollars)

Identification code 69–8303–0–7–401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Urbanized area programs .....			2,643
00.02 Fixed guideway modernization .....			1,214
00.03 Alaska railroad .....			5
00.04 Over-the-road bus .....			7
00.05 National transit database .....			4
00.06 State administered programs .....			556
00.07 National research .....			50
00.08 Planning .....			70
00.09 Reimbursable program .....			20
10.00 Total new obligations .....			4,569
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			5,635
23.95 Total new obligations .....			–4,569
24.40 Unobligated balance carried forward, end of year .....			1,066
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....			690
40.49 Portion applied to liquidate contract authority .....			–690
43.00 Appropriation (total discretionary) .....			
Mandatory:			
66.10 Contract authority .....			5,615
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....			20
70.00 Total new budget authority (gross) .....			5,635
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....			4,569
73.20 Total outlays (gross) .....			–598

74.40 Obligated balance, end of year .....			3,971
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....			598
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....			–20
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			5,615
90.00 Outlays .....			578

Formula Grants and Research funds totaling \$5,615.4 million are requested in 2004. Formula Grant funds can be used for all transit purposes including planning, bus and railfare purchases, facility repair and construction, maintenance and where eligible, operating expenses. Increased investment levels help transit succeed in alleviating congestion, ensuring basic mobility, promoting economically vital communities and meeting the requirements of the Americans with Disabilities Act (ADA) and the Clean Air Act (CAA). In 2004, the budget requests \$4.8 million for the Alaska Railroad, \$7 million for the Rural Transportation Accessibility Incentive Program, commonly referred to as the Over-the-Road Bus Accessibility Program, and \$3.5 million for the National Transit Database.

**National Transit Database (NTD).**—\$3.5 million for operation and maintenance of the NTD system, a database of statistics for the transit industry, and is Congressionally mandated under 49 U.S.C. 5335(a)(1)(2). The NTD provides for the national collection and dissemination of a uniform system of transit system financial accounts and operating data. As set forth in legislative formulas, these data are used in the national allocation of FTA formula funding.

**Over-the-Road Bus Accessibility Program.**—\$7 million for the Rural Transportation Accessibility Incentive Program established in TEA–21 will assist operators of over-the-road buses to finance the incremental capital and training costs of complying with the Department of Transportation’s final rule regarding accessibility of over-the-road buses required by the ADA.

**Urbanized Area Formula.**—\$3,521.3 million in funds will be apportioned to areas with populations of 50,000 or more. Funds may be used for any transit capital purpose, including preventive maintenance for these capital assets, in urban areas over 200,000 in population. In urbanized areas under 200,000, both capital and operating costs are eligible expenditures. This funding will assist public transit agencies in meeting the requirements of the Clean Air Act Amendments and the Americans with Disabilities Act.

**Fixed Guideway Modernization.**—\$1,214.4 million for the acquisition, reconstruction and improvement of facilities and equipment for use on fixed guideways including heavy and light rail, commuter rail, and ferryboat operations. Funding for this program will help ensure that the Nation’s older fixed guideway systems continue to meet the transportation needs of the communities they serve.

**State Administered Programs.**—\$741.4 million. Nonurbanized Area Formula—\$359.4 million, will be apportioned according to a legislative formula based on State’s nonurban population to areas with populations of less than 50,000. Available funding may be used to support intercity bus service as well as to help meet rural and small urban areas’ transit needs, including \$5 million for the Rural Transit Assistance Program formerly apportioned from Transit Planning and Research funds. Formula Grants for Elderly and Individuals with Disabilities—\$87 million will be apportioned to each State according to a legislatively required formula to assist in providing transportation to the elderly and individuals with disabilities. Grants are made for the purchase of vehicles and equipment and for transportation services under a contract, lease or similar arrangement. Job Access and Reverse

Commute—\$150 million to be apportioned to the States by formula to provide grants to non-profit organizations and local transit agencies to fund transportation services in urban, sub-urban and rural areas to assist welfare recipients and low income individuals to access employment opportunities. Federal transit funds would provide 50 percent of the project costs, with grant recipients supplying the remaining 50 percent from local or Federal sources other than the Department of Transportation. New Freedom Initiative—\$145 million to provide additional tools to overcome significant barriers facing Americans with disabilities seeking access to jobs and integration into the workforce. FTA is requesting authority to provide \$145 million to be allocated to States by formula to fund competitive grants for alternative transportation services so that persons with disabilities have greater access to the workplace.

*National and University Research.*—\$49.8 million to fund National and University Research. The National Research program is funded at \$31.5 million. These funds will be used to cover costs for FTA's essential safety and security activities and transit safety data collection. Additional research programs include \$8 million for Transit Cooperative Research, and \$4 million for the National Transit Institute. Under the national component of the program, FTA is a catalyst in the research, development and deployment of transportation methods and technologies which address such issues as accessibility for the disabled, air quality, traffic congestion, and transit service and operational improvements. The National Research Program supports the development of innovative transit technologies, such as hybrid electric buses, fuel cells, and battery powered propulsion systems. Proposed funding for the University Transportation Research program is \$6 million. This program provides continued support for research, education and technology transfer activities aimed at addressing regional and national transportation problems. These funds are matched with support from non-Federal sources. This program also receives funding from the Federal Highway Administration.

*Planning.*—\$70.2 million to fund Metropolitan and State-wide planning activities.

**Status of Contract Authority** (in millions of dollars)

Identification code 69-8303-0-7-401	2002 actual	2003 est.	2004 est.
<b>Contract authority:</b>			
0200 Contract authority .....			5,615
0400 Appropriation to liquidate contract authority .....			-690

**Object Classification** (in millions of dollars)

Identification code 69-8303-0-7-401	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
25.2 Other services .....			53
25.5 Research and development contracts .....			10
41.0 Grants, subsidies, and contributions .....			4,486
<b>Direct obligations .....</b>			
99.0 .....			4,549
99.0 Reimbursable obligations .....			20
<b>Total new obligations .....</b>			
99.9 .....			4,569

**SAINT LAWRENCE SEAWAY DEVELOPMENT CORPORATION**

**Public enterprise funds:**

**SAINT LAWRENCE SEAWAY DEVELOPMENT CORPORATION**

*The Saint Lawrence Seaway Development Corporation is hereby authorized to make such expenditures, within the limits of funds and borrowing authority available to the Corporation, and in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government*

*Corporation Control Act, as amended, as may be necessary in carrying out the programs set forth in the Corporation's budget for the current fiscal year.*

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-4089-0-3-403	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Operations and maintenance .....	13	14	14
09.02 Replacements and improvements .....	1	1	1
<b>Total new obligations .....</b>			
10.00 .....	14	15	15
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	14	14	14
22.00 New budget authority (gross) .....	14	15	15
<b>Total budgetary resources available for obligation .....</b>			
23.90 .....	28	29	29
23.95 Total new obligations .....	-14	-15	-15
24.40 Unobligated balance carried forward, end of year .....	14	14	14
<b>New budget authority (gross), detail:</b>			
<b>Mandatory:</b>			
69.00 Offsetting collections (cash) .....	14	15	15
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3	3	3
73.10 Total new obligations .....	14	15	15
73.20 Total outlays (gross) .....	-14	-15	-15
74.40 Obligated balance, end of year .....	3	3	3
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	14	15	15
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....	-13	-14	-14
88.40 Non-Federal sources .....	-1	-1	-1
<b>Total, offsetting collections (cash) .....</b>			
88.90 .....	-14	-15	-15
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		1	1
99.01 Outlays .....		1	1

The Saint Lawrence Seaway Development Corporation (SLSDC) is a wholly owned Government Corporation responsible for the operation, maintenance and development of the United States portion of the St. Lawrence Seaway between Montreal and Lake Erie. Major agency priorities include providing system availability, ensuring the structural integrity and upkeep of the U.S. Seaway locks, and encouraging increased use of the Seaway system.

Appropriations from the Harbor Maintenance Trust Fund and revenues from non-Federal sources are intended to finance the operations and maintenance portion of the Seaway for which the Corporation is responsible.

**Statement of Operations** (in millions of dollars)

Identification code 69-4089-0-3-403	2001 actual	2002 actual	2003 est.	2004 est.
0101 Revenue .....	13	13	14	14
0102 Expense .....	-13	-13	-14	-14
<b>Net income or loss (-) .....</b>				
0105 .....				

**Public enterprise funds—Continued**

**SAINT LAWRENCE SEAWAY DEVELOPMENT CORPORATION—Continued**

**Balance Sheet (in millions of dollars)**

Identification code 69-4089-0-3-403	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....	2	3	3	3
Other Federal assets:				
1801 Cash and other monetary assets .....	13	12	12	12
1803 Property, plant and equipment, net .....	83	82	82	82
1901 Other assets .....	2	2	2	2
1999 Total assets .....	100	99	99	99
<b>LIABILITIES:</b>				
Non-Federal liabilities:				
2201 Accounts payable .....	2	2	2	2
2206 Pension and other actuarial liabilities .....	2	2	2	2
2999 Total liabilities .....	4	4	4	4
<b>NET POSITION:</b>				
3100 Invested Capital .....	98	97	95	95
3300 Cumulative results of operations .....	-2	-2		
3999 Total net position .....	96	95	95	95
4999 Total liabilities and net position .....	100	99	99	99

**Object Classification (in millions of dollars)**

Identification code 69-4089-0-3-403	2002 actual	2003 est.	2004 est.
<b>Reimbursable obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	8	9	9
12.1 Civilian personnel benefits .....	2	2	2
26.0 Supplies and materials .....	1	1	1
31.0 Equipment .....	1		
32.0 Land and structures .....		1	1
99.0 Reimbursable obligations .....	12	13	13
99.5 Below reporting threshold .....	2	2	2
99.9 Total new obligations .....	14	15	15

**Personnel Summary**

Identification code 69-4089-0-3-403	2002 actual	2003 est.	2004 est.
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	152	157	157

**Trust Funds**

**OPERATIONS AND MAINTENANCE**

**(HARBOR MAINTENANCE TRUST FUND)**

For necessary expenses for operations and maintenance of those portions of the Saint Lawrence Seaway operated and maintained by the Saint Lawrence Seaway Development Corporation, \$14,400,000, to be derived from the Harbor Maintenance Trust Fund, pursuant to Public Law 99-662.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-8003-0-7-403	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....	13	14	14
10.00 Total new obligations (object class 25.3) .....	13	14	14
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	13	14	14
23.95 Total new obligations .....	-13	-14	-14

**New budget authority (gross), detail:**

Discretionary:			
40.26 Appropriation (trust fund) .....	13	14	14

**Change in obligated balances:**

73.10 Total new obligations .....	13	14	14
73.20 Total outlays (gross) .....	-13	-14	-14

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	13	14	14
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**Net budget authority and outlays:**

89.00 Budget authority .....	13	14	14
90.00 Outlays .....	13	14	14

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00 Budget authority .....	1	1	1
99.01 Outlays .....	1	1	1

The Water Resources Development Act of 1986 authorizes use of the Harbor Maintenance Trust Fund as the major source of funding for the Corporation's operations and maintenance activities.

**RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION**

The following table depicts funding for all the Research and Special Programs Administration programs.

	[In millions of dollars]		
Budget authority:	2002 actual	2003 est.	2004 est.
Research and special programs .....	40	44	51
Emergency preparedness grants .....	14	14	14
Pipeline safety .....	50	56	48
Trust fund share of pipeline safety .....	8	7	19
Pipeline safety, subtotal .....	58	64	67
Total budget authority .....	112	123	132
<b>Program level (obligations):</b>			
Research and special programs .....	37	47	51
Emergency preparedness grants .....	13	14	14
Pipeline safety .....	61	70	67
Trust fund share of pipeline safety .....	5	11	19
Pipeline safety, subtotal .....	66	81	86
Volpe transportation systems center (reimbursable) .....	244	238	240
Total program level .....	360	380	391
<b>Outlays:</b>			
Research and special programs .....	-26	111	48
Emergency preparedness grants .....	13	15	15
Pipeline safety .....	37	60	60
Trust fund share of pipeline safety .....	5	7	13
Volpe transportation systems center .....	-2		
Total outlays .....	27	193	137

**Federal Funds**

**General and special funds:**

**RESEARCH AND SPECIAL PROGRAMS**

For expenses necessary to discharge the functions of the Research and Special Programs Administration, \$50,723,000, of which \$645,000 shall be derived from the Pipeline Safety Fund, and of which \$3,473,000 shall remain available until September 30, 2006: Provided, That up to \$1,200,000 in fees collected under 49 U.S.C. 5108(g) shall be deposited in the general fund of the Treasury as offsetting receipts: Provided further, That there may be credited to this appropriation, to be available until expended, funds received from States, counties, municipalities, other public authorities, and private sources for expenses incurred for training, for reports publication and dissemination, and for travel expenses incurred in performance of hazardous materials exemptions and approvals functions.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution

(P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing** (in millions of dollars)

Identification code 69-0104-0-1-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Hazardous materials safety .....	20	24	24
00.03 Emergency transportation .....	3	4	4
00.04 Research and technology .....	3	3	4
00.05 Program and administrative support .....	11	16	19
01.00 Subtotal direct program .....	37	47	51
09.01 Reimbursable program .....	43	55	55
10.00 Total new obligations .....	80	102	106
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1	56	
22.00 New budget authority (gross) .....	136	46	106
23.90 Total budgetary resources available for obligation .....	137	102	106
23.95 Total new obligations .....	-80	-102	-106
24.40 Unobligated balance carried forward, end of year .....	56		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	39	44	50
42.00 Transferred from other accounts .....	1	1	1
43.00 Appropriation (total discretionary) .....	40	44	51
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	101	1	55
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-5		
68.90 Spending authority from offsetting collections (total discretionary) .....	96	1	55
70.00 Total new budget authority (gross) .....	136	46	106
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	17	25	14
73.10 Total new obligations .....	80	102	106
73.20 Total outlays (gross) .....	-81	-112	-103
73.40 Adjustments in expired accounts (net) .....	-1		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	5		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	5		
74.40 Obligated balance, end of year .....	25	14	16
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	34	31	89
86.93 Outlays from discretionary balances .....	47	81	14
87.00 Total outlays (gross) .....	81	112	103
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-107	-1	-55
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	5		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	6		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	40	44	51
90.00 Outlays .....	-26	111	48
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	1	1	1
99.01 Outlays .....	1	1	1

The Research and Special Programs Administration provides vital services to advance safety in hazardous materials transportation, protect the environment, foster innovation in transportation by supporting scientific and technological research, and minimize the consequences of natural and man-made disasters affecting transportation in American communities. In 2004 resources are requested for hazardous mate-

rials safety, emergency transportation, research and technology, and program support.

**Object Classification** (in millions of dollars)

Identification code 69-0104-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	14	16	20
11.3 Other than full-time permanent .....	1	1	1
11.9 Total personnel compensation .....	15	17	21
12.1 Civilian personnel benefits .....	4	4	5
21.0 Travel and transportation of persons .....	1	1	1
23.1 Rental payments to GSA .....	2	2	2
23.3 Communications, utilities, and miscellaneous charges .....	1		
25.1 Advisory and assistance services .....		8	6
25.2 Other services .....		1	3
25.3 Other purchases of goods and services from Government accounts .....	13	7	5
25.5 Research and development contracts .....		5	6
25.7 Operation and maintenance of equipment .....		1	1
26.0 Supplies and materials .....	1		
31.0 Equipment .....		1	1
99.0 Direct obligations .....	37	47	51
99.0 Reimbursable obligations .....	43	55	55
99.9 Total new obligations .....	80	102	106

**Personnel Summary**

Identification code 69-0104-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	202	215	240
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	48	59	64

**Program and Financing** (in millions of dollars)

Identification code 69-0104-2-1-407	2002 actual	2003 est.	2004 est.
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....		-6	
Appropriation (special fund):			
40.20 Appropriation (Pipeline safety) .....			
40.20 Appropriation (Hazardous materials fund) .....		6	
43.00 Appropriation (total discretionary) .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

**PIPELINE SAFETY**

(PIPELINE SAFETY FUND)

(OIL SPILL LIABILITY TRUST FUND)

For expenses necessary to conduct the functions of the pipeline safety program, for grants-in-aid to carry out a pipeline safety program, as authorized by 49 U.S.C. 60107, and to discharge the pipeline program responsibilities of the Oil Pollution Act of 1990, \$67,077,000, of which \$18,741,000 shall be derived from the Oil Spill Liability Trust Fund and shall remain available until September 30, 2006; of which \$48,336,000 shall be derived from the Pipeline Safety Fund, of which \$22,710,000 shall remain available until September 30, 2006.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**General and special funds—Continued**

**PIPELINE SAFETY—Continued**

**(PIPELINE SAFETY FUND)—Continued**

**(OIL SPILL LIABILITY TRUST FUND)—Continued**

**Unavailable Collections (in millions of dollars)**

Identification code 69-5172-0-2-407	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....	15	18	18
Receipts:			
02.60 Pipeline safety user fees .....	52	57	49
02.80 Pipeline safety, offsetting collections .....	5	11	19
02.99 Total receipts and collections .....	57	68	68
04.00 Total: Balances and collections .....	72	86	86
Appropriations:			
05.01 Pipeline safety .....	-56	-68	-68
05.99 Total appropriations .....	-56	-68	-68
06.10 Unobligated balance returned to receipts .....	2		
07.99 Balance, end of year .....	18	18	18

**Program and Financing (in millions of dollars)**

Identification code 69-5172-0-2-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Operations .....	30	35	39
00.02 Research and development .....	6	15	9
00.03 Grants .....	25	20	19
10.00 Total new obligations .....	61	70	67
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	7	3	
22.00 New budget authority (gross) .....	55	67	67
22.10 Resources available from recoveries of prior year obligations .....	2		
23.90 Total budgetary resources available for obligation .....	64	70	67
23.95 Total new obligations .....	-61	-70	-67
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	3		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.20 Appropriation (special fund) .....	51	57	49
41.00 Transferred to other accounts— .....	-1	-1	-1
43.00 Appropriation (total discretionary) .....	50	56	48
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	5	11	19
70.00 Total new budget authority (gross) .....	55	67	67
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	32	47	46
73.10 Total new obligations .....	61	70	67
73.20 Total outlays (gross) .....	-43	-71	-79
73.40 Adjustments in expired accounts (net) .....	-1		
73.45 Recoveries of prior year obligations .....	-2		
74.40 Obligated balance, end of year .....	47	46	34
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	18	38	43
86.93 Outlays from discretionary balances .....	25	33	36
87.00 Total outlays (gross) .....	43	71	79
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-5	-11	-19
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	50	56	48
90.00 Outlays .....	37	60	60
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	1	1	1

99.01 Outlays .....	1	1	1
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The Research and Special Programs Administration (RSPA) is responsible for the Department's pipeline safety program. RSPA oversees the safety, security, and environmental protection of pipelines through analysis of data, damage prevention, education and training, enforcement of regulations and standards, research and development, grants for State pipeline safety programs, and emergency planning and response to accidents.

**Object Classification (in millions of dollars)**

Identification code 69-5172-0-2-407	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	7	11	13
12.1 Civilian personnel benefits .....	2	3	4
21.0 Travel and transportation .....	1	2	2
23.1 Rental payments to GSA .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
25.1 Advisory and assistance services .....	8	15	15
25.2 Other services .....		5	5
25.3 Other purchases of goods and services from Government accounts .....	14	11	5
25.5 Research and development contracts .....		2	2
31.0 Equipment .....	2		
41.0 Grants, subsidies, and contributions .....	24	19	19
99.0 Direct obligations .....	60	70	67
99.5 Below reporting threshold .....	1		
99.9 Total new obligations .....	61	70	67

**Personnel Summary**

Identification code 69-5172-0-2-407	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	100	143	160

**EMERGENCY PREPAREDNESS GRANTS**

**(EMERGENCY PREPAREDNESS FUND)**

*For necessary expenses to carry out 49 U.S.C. 5127(c), \$200,000, to be derived from the Emergency Preparedness Fund, to remain available until September 30, 2006: Provided, That not more than \$14,300,000 shall be made available for obligation in fiscal year 2004 from amounts made available by 49 U.S.C. 5116(i), 5127(c) and 5127(d): Provided further, That none of the funds made available by 49 U.S.C. 5116(i), 5127(c) and 5127(d) shall be made available for obligation by individuals other than the Secretary of Transportation, or his designee.*

*Note.*—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Unavailable Collections (in millions of dollars)**

Identification code 69-5282-0-2-407	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....	20	31	23
Receipts:			
02.20 Emergency preparedness, hazardous materials .....	25	12	6
04.00 Total: Balances and collections .....	45	43	29
Appropriations:			
05.00 Emergency preparedness grants .....	-15	-14	-14
05.00 Research and special programs .....		-6	
05.99 Total appropriations .....	-15	-20	-14
06.10 Unobligated balance returned to receipts .....	1		
07.99 Balance, end of year .....	31	23	15

Program and Financing (in millions of dollars)				
Identification code 69-5282-0-2-407	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01 Grants .....	13	13	13	
00.02 Emergency response guidebook .....		1	1	
10.00 Total new obligations .....	13	14	14	
<b>Budgetary resources available for obligation:</b>				
22.00 New budget authority (gross) .....	14	14	14	
23.95 Total new obligations .....	-13	-14	-14	
23.98 Unobligated balance expiring or withdrawn .....	-1			
<b>New budget authority (gross), detail:</b>				
Mandatory:				
60.20 Appropriation (special fund) .....	25	6	6	
60.28 Appropriation (unavailable balances) .....	20	30	22	
60.45 Portion precluded from obligation .....	-30	-22	-14	
62.50 Appropriation (total mandatory) .....	14	14	14	
<b>Change in obligated balances:</b>				
72.40 Obligated balance, start of year .....	21	22	22	
73.10 Total new obligations .....	13	14	14	
73.20 Total outlays (gross) .....	-13	-15	-15	
74.40 Obligated balance, end of year .....	22	22	20	
<b>Outlays (gross), detail:</b>				
86.97 Outlays from new mandatory authority .....	1			
86.98 Outlays from mandatory balances .....	12	15	15	
87.00 Total outlays (gross) .....	13	15	15	
<b>Net budget authority and outlays:</b>				
89.00 Budget authority .....	14	14	14	
90.00 Outlays .....	13	15	15	

Federal hazardous materials law (49 U.S.C. 5101 et seq.), established a national registration program for shippers and carriers of hazardous materials. In 2004, to reduce the unobligated balance in the Emergency Preparedness Grant account, RSPA will impose fees of \$150 for small businesses and \$300 for large businesses. The reduced fees should result in annual collections of \$6 million. These fees finance emergency preparedness planning and training grants, development of a training curriculum for emergency responders, and technical assistance to States, political subdivisions, and Indian tribes. In 2004, obligations are proposed to be limited to \$14.3 million.

Object Classification (in millions of dollars)				
Identification code 69-5282-0-2-407	2002 actual	2003 est.	2004 est.	
41.0 Direct obligations: Grants, subsidies, and contributions .....	12	13	13	
99.5 Below reporting threshold .....	1	1	1	
99.9 Total new obligations .....	13	14	14	

**Intragovernmental funds:**

WORKING CAPITAL FUND, VOLPE NATIONAL TRANSPORTATION SYSTEMS CENTER

Program and Financing (in millions of dollars)				
Identification code 69-4522-0-4-407	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
09.01 Reimbursable program .....	244	238	240	
10.00 Total new obligations .....	244	238	240	
<b>Budgetary resources available for obligation:</b>				
21.40 Unobligated balance carried forward, start of year .....	158	174	174	
22.00 New budget authority (gross) .....	258	238	240	
22.10 Resources available from recoveries of prior year obligations .....	2			

23.90 Total budgetary resources available for obligation	418	412	414
23.95 Total new obligations .....	-244	-238	-240
24.40 Unobligated balance carried forward, end of year .....	174	174	174
<b>New budget authority (gross), detail:</b>			
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	246	238	240
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	12		
68.90 Spending authority from offsetting collections (total discretionary) .....	258	238	240
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	-96	-111	-111
73.10 Total new obligations .....	244	238	240
73.20 Total outlays (gross) .....	-243	-238	-240
73.45 Recoveries of prior year obligations .....	-2		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-12		
74.40 Obligated balance, end of year .....	-111	-111	-111
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	243	238	240
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-244	-237	-239
88.40 Non-Federal sources .....	-2	-1	-1
88.90 Total, offsetting collections (cash) .....	-246	-238	-240
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-12		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	-2		

The Working Capital Fund finances multidisciplinary research, evaluation, analytical and related activities undertaken at the Volpe National Transportation Systems Center (VNTSC) in Cambridge, MA. The fund is financed through negotiated agreements with the Office of the Secretary, Departmental operating administrations, and other governmental elements requiring the Center's capabilities. These agreements also define the activities undertaken at VNTSC.

Object Classification (in millions of dollars)				
Identification code 69-4522-0-4-407	2002 actual	2003 est.	2004 est.	
<b>Personnel compensation:</b>				
11.1 Full-time permanent .....	39	42	44	
11.3 Other than full-time permanent .....	3	3	3	
11.5 Other personnel compensation .....	1	1	1	
11.9 Total personnel compensation .....	43	46	48	
12.1 Civilian personnel benefits .....	10	10	10	
21.0 Travel and transportation of persons .....	4	3	3	
23.3 Communications, utilities, and miscellaneous charges .....	3	3	3	
25.2 Other services .....	57	55	55	
25.3 Other purchases of goods and services from Government accounts .....	7	7	7	
25.4 Operation and maintenance of facilities .....	5	5	5	
25.5 Research and development contracts .....	98	94	94	
26.0 Supplies and materials .....	1	1	1	
31.0 Equipment .....	14	12	12	
32.0 Land and structures .....	2	2	2	
99.9 Total new obligations .....	244	238	240	

**Personnel Summary**

Identification code 69-4522-0-4-407	2002 actual	2003 est.	2004 est.
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	550	550	550

**Intragovernmental funds—Continued**

**WORKING CAPITAL FUND, VOLPE NATIONAL TRANSPORTATION  
SYSTEMS CENTER—Continued**

**Trust Funds**

**TRUST FUND SHARE OF PIPELINE SAFETY**

**Program and Financing (in millions of dollars)**

Identification code 69-8121-0-7-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....	5	11	19
10.00 Total new obligations (object class 94.0) .....	5	11	19
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1	3	
22.00 New budget authority (gross) .....	8	7	19
23.90 Total budgetary resources available for obligation .....	9	10	19
23.95 Total new obligations .....	-5	-11	-19
24.40 Unobligated balance carried forward, end of year .....	3		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....	8	7	19
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1	1	6
73.10 Total new obligations .....	5	11	19
73.20 Total outlays (gross) .....	-5	-7	-13
74.40 Obligated balance, end of year .....	1	6	11
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	5	3	9
86.93 Outlays from discretionary balances .....		4	4
87.00 Total outlays (gross) .....	5	7	13
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	8	7	19
90.00 Outlays .....	5	7	13

The Oil Pollution Act of 1990 requires the preparation of oil spill response plans by pipeline operators to minimize the environmental impact of oil spills and to improve public and private sector response capabilities. The Research and Special Programs Administration (RSPA) is responsible for the review, approval and testing of these plans, and for ensuring that the public and the environment are provided with an adequate level of protection from such spills. RSPA does this through data analysis, spill monitoring, pipeline mapping, environmental indexing, and advanced technologies to detect and prevent leaks.

**OFFICE OF INSPECTOR GENERAL**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

For necessary expenses of the Office of Inspector General to carry out the provisions of the Inspector General Act of 1978, as amended, \$55,000,000: Provided, That the Inspector General shall have all necessary authority, in carrying out the duties specified in the Act to investigate allegations of fraud, including false statements to the government (18 U.S.C. 1001), by any person or entity that is subject to regulation by the Department: Provided further, That the funds made available under this heading shall be used to investigate, pursuant to section 41712 of title 49, United States Code: (1) unfair or deceptive practices and unfair methods of competition by domestic and foreign air carriers and ticket agents; and (2) the compliance of domestic and foreign air carriers with respect to item (1) of this proviso.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution

(P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-0130-0-1-407	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
01.01 General administration .....	40	45	55
09.01 Reimbursable program .....	9	9	8
10.00 Total new obligations .....	49	54	63
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	50	54	63
23.95 Total new obligations .....	-49	-54	-63
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	41	45	55
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	9	9	8
70.00 Total new budget authority (gross) .....	50	54	63
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	6	10	4
73.10 Total new obligations .....	49	54	63
73.20 Total outlays (gross) .....	-46	-60	-63
73.40 Adjustments in expired accounts (net) .....	1		
74.40 Obligated balance, end of year .....	10	4	4
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	41	50	58
86.93 Outlays from discretionary balances .....	5	10	5
87.00 Total outlays (gross) .....	46	60	63
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-9	-9	-8
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	41	45	55
90.00 Outlays .....	37	51	55
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	2	3	3
99.01 Outlays .....	2	3	3

This appropriation finances the cost of conducting and supervising audits and investigations relating to the programs and operations of the Department to promote economy, efficiency and effectiveness and to prevent and detect fraud, waste, and abuse in such programs and operations. In addition, reimbursable funding will be received from the Federal Highway Administration, the Federal Transit Administration, the Federal Aviation Administration, and the National Transportation Safety Board.

**Object Classification (in millions of dollars)**

Identification code 69-0130-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	23	26	30
11.3 Other than full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	1	1	2
11.9 Total personnel compensation .....	25	28	33
12.1 Civilian personnel benefits .....	7	8	9
21.0 Travel and transportation of persons .....	2	2	3
23.1 Rental payments to GSA .....	2	3	4
25.1 Advisory and assistance services .....	1	2	2
25.2 Other services .....	1	1	1
25.3 Other purchases of goods and services from Government accounts .....	1	1	3
31.0 Equipment .....	1		
99.0 Direct obligations .....	40	45	55
99.0 Reimbursable obligations .....	9	9	8
99.9 Total new obligations .....	49	54	63

**Personnel Summary**

Identification code 69-0130-0-1-407	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	391	409	371
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	63	61	59

**SURFACE TRANSPORTATION BOARD**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

For necessary expenses of the Surface Transportation Board, including services authorized by 5 U.S.C. 3109, \$19,521,000: Provided, That notwithstanding any other provision of law, not to exceed \$1,050,000 from fees established by the Chairman of the Surface Transportation Board shall be credited to this appropriation as offsetting collections and used for necessary and authorized expenses under this heading: Provided further, That the sum herein appropriated from the general fund shall be reduced on a dollar-for-dollar basis as such offsetting collections are received during fiscal year 2004, to result in a final appropriation from the general fund estimated at no more than \$18,471,000.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-0301-0-1-401	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
<b>Direct program:</b>			
00.01 Rail carriers .....	16	16	17
00.02 Other surface transportation carriers .....	1	2	2
01.00 Total direct obligations .....	17	18	19
09.12 Reimbursable rail carriers .....	1	1	1
10.00 Total new obligations .....	18	19	20
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	1	1
22.00 New budget authority (gross) .....	18	19	20
23.90 Total budgetary resources available for obligation	19	20	21
23.95 Total new obligations .....	-18	-19	-20
24.40 Unobligated balance carried forward, end of year .....	1	1	1
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	18	18	19
40.35 Appropriation rescinded .....	-1		
43.00 Appropriation (total discretionary) .....	17	18	19
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	1	1
70.00 Total new budget authority (gross) .....	18	19	20
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	5	6	2
73.10 Total new obligations .....	18	19	20
73.20 Total outlays (gross) .....	-16	-23	-20
74.40 Obligated balance, end of year .....	6	2	2
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	15	17	18
86.93 Outlays from discretionary balances .....	1	6	2
87.00 Total outlays (gross) .....	16	23	20
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-1	-1	-1

**Net budget authority and outlays:**

89.00 Budget authority .....	17	18	19
90.00 Outlays .....	15	22	19

The Surface Transportation Board was created on January 1, 1996, by P.L. 104-88, the ICC Termination Act of 1995 (ICCTA). The Board is specifically responsible for the regulation of the rail and pipeline industries and certain non-licensing regulation of motor carriers and water carriers.

**Rail Carriers.**—This regulatory oversight encompasses the regulation of rates, mergers, and acquisitions, construction, and abandonment of railroad lines, as well as the planning, analysis and policy development associated with these activities.

**Other Surface Transportation Carriers.**—This regulatory oversight includes certain regulation of the intercity bus industry and surface pipeline carriers as well as the rate regulation of water transportation in the non-contiguous domestic trade, household good carriers, and collectively determined motor rates.

**2004 Program Request.**—\$19 million is requested to implement rulemakings and adjudicate the ongoing caseload within the directives and deadlines set forth by the ICCTA.

The following paragraph is presented in compliance with Section 703 of the ICCTA. It is presented without change or correction.

**The Board's Request to OMB.**—The Board had submitted to the Secretary of Transportation and the Office of Management and Budget a 2004 appropriation request of \$19.238 million and a request for \$1.050 million from reimbursements from the offsetting collection of user fees. The offsetting collection of user fees is based on the costs incurred by the Board for fee-related activities and is commensurate with the costs of processing parties' submissions. In past fiscal years, the Board received both an appropriation and authorization for offsetting collections to be made available to the appropriation for the Board's expenses. In light of Congressional action on the FY 2003 appropriation act, the FY 2004 request reflects offsetting collections as a credit to the appropriation received, to the extent that they are collected.

**Object Classification (in millions of dollars)**

Identification code 69-0301-0-1-401	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	11	13	13
12.1 Civilian personnel benefits .....	2	2	2
23.1 Rental payments to GSA .....	2	2	2
25.2 Other services .....	1		1
25.3 Other purchases of goods and services from Government accounts .....	1	1	1
99.0 Direct obligations .....	17	18	19
99.0 Reimbursable obligations .....	1	1	1
99.9 Total new obligations .....	18	19	20

**Personnel Summary**

Identification code 69-0301-0-1-401	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	134	136	136
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	9	9	9

**BUREAU OF TRANSPORTATION STATISTICS**

The Bureau's (BTS') 2004 request reflects a reauthorization proposal that sharpens the agency's focus. BTS' data programs will develop useful and reliable data on freight movement, personal travel behavior, transportation economics, air-

line data, and geographic information systems. The research programs will develop and publish key indicators of national transportation system performance and improve statistical methods to address transportation-specific problems.

BTS will continue to provide guidance on good statistical practice to Department of Transportation operating administrations and publish the National Transportation Statistics and Pocket Guide to Transportation as basic references.

In 2004, \$36 million is proposed for the BTS. Of this total, \$32 million is derived from the Highway Trust Fund and \$4 million—for airline data collection and analysis—is from the Airport and Airways Trust Fund.

**Trust Funds**

**AIRLINE DATA AND ANALYSIS**

(AIRPORT AND AIRWAY TRUST FUND)

For necessary expenses of the Bureau of Transportation Statistics for the collection and analysis of airline data, \$3,971,000, to be derived from the Airport and Airways Trust Fund.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared. The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-8091-0-7-402	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....		4	4
10.00 Total new obligations .....		4	4
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		4	4
23.95 Total new obligations .....		-4	-4
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26 Appropriation (trust fund) .....		4	4
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....		4	4
73.20 Total outlays (gross) .....		-4	-4
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....		4	4
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....		4	4
90.00 Outlays .....		4	4

The Office of Airline Information (OAI) is part of the Bureau of Transportation Statistics (BTS). OAI will remain BTS' primary airline data program. OAI collects and publishes on-time data for airlines (monthly data that are used widely in marketing airline performance), as well as more extensive operating data for both foreign and domestic airlines. It also collects detailed financial statistics for domestic airlines, and various statistics on service quality. The data reporting is mandated by law.

OAI data is used by the Secretary of Transportation to analyze airline competition, negotiate international agreements, set international and intra-Alaska mail rates, determine community eligibility for essential air service subsidies, evaluate air carrier fitness, and conduct policy analyses. In 2001 and 2002, it was used to distribute airline assistance funds in the wake of the September 11th terrorist attacks.

The Federal Aviation Administration uses OAI data to help allocate airline safety inspection resources, analyze traffic levels to plan control tower staffing requirements, allocate grant funding through its Airport Improvement Program (AIP), forecast traffic, analyze airport capacity and noise abatement policies, and monitor flight delays.

OAI data is also used by other agencies to estimate the Gross Domestic Product, prepare producer and consumer price indexes, measure labor productivity, assist with antitrust investigations, and administer the collection of USDA and Customs fees.

**Object Classification (in millions of dollars)**

Identification code 69-8091-0-7-402	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....		2	2
25.1 Advisory and assistance services .....		1	1
99.0 Direct obligations .....		3	3
99.5 Below reporting threshold .....		1	1
99.9 Total new obligations .....		4	4

**Personnel Summary**

Identification code 69-8091-0-7-402	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....		23	23

**MARITIME ADMINISTRATION**

The Maritime Administration (MARAD) is responsible for programs authorized by the Merchant Marine Act, 1936, as amended. MARAD's mission is to strengthen the U.S. maritime industry in support of the nation's security and economic needs. MARAD, working closely with the Department of Defense (DOD), helps provide a seamless, time-phased transition from peacetime to wartime operations, while balancing the defense and commercial elements of the maritime transportation system. MARAD establishes DOD's prioritized use of ports and related intermodal facilities during DOD mobilizations to ensure the smooth flow of military cargo through commercial ports. MARAD also manages the Maritime Security Program, the Voluntary Intermodal Sealift Agreement Program and the Ready Reserve Force, which assure DOD access to commercial and strategic sealift and associated intermodal capacity. Further, MARAD's Education and Training Programs, through the U.S. Merchant Marine Academy and six state maritime schools, help provide skilled U.S. merchant marine officers.

In FY 2004, MARAD requests funds to continue its support of the U.S. as a maritime nation, and to help meet its management challenge to dispose of obsolete merchant-type vessels in the National Defense Reserve Fleet by the end of 2006.

(In millions of dollars)

Budget authority:	2002 actual	2003 est.	2004 est.
Ship construction .....	-4		
Operations and training .....	89	93	104
Maritime security program (054) .....	99	99	99
Ocean freight differential .....	157	-119	83
Maritime guaranteed loan program (Title XI) (403) .....	32	4	4
Federal ship financing fund .....		1	1
Subsidy re-estimate .....	208	71	
Ship disposal .....		11	11
Other .....	2	2	2
<b>Total budget authority .....</b>	<b>583</b>	<b>163</b>	<b>304</b>
<b>Direct obligations:</b>			
Operations and training .....	84	93	104
Maritime security program (054) .....	96	99	99
Ocean freight differential .....	54	45	38
Ready reserve force <sup>1</sup> .....	6	4	
Federal ship financing fund .....	1	1	1
War risk insurance revolving fund .....		1	1
Maritime guaranteed loan program (Title XI) (403) .....	19	25	4
Subsidy re-estimate .....	208	71	
Ship disposal .....		11	11

Obligations, total direct .....	468	350	258
<b>Outlays:</b>			
Operations and training .....	89	95	104
Operating-differential subsidies .....	5	31	2
Maritime security program (054) .....	96	100	99
Ocean freight differential .....	58	38	38
Ready reserve force <sup>1</sup> .....	5	4	-1
Vessel operations revolving fund .....	86	-36	7
War risk insurance revolving fund .....	-2	-1	-1
Federal ship financing fund .....		-1	-1
Maritime guaranteed loan program (Title XI) (403) .....	42	52	4
Subsidy re-estimate .....	208	71	
Ship construction .....	-2		
Ship disposal .....		6	12
<b>Total outlays .....</b>	<b>585</b>	<b>366</b>	<b>263</b>

<sup>1</sup> Appropriated directly to MARAD prior to 1996.

**Federal Funds**

**General and special funds:**

**OPERATIONS AND TRAINING**

For necessary expenses of operations and training activities authorized by law, \$104,400,000, of which \$13,000,000 shall remain available until expended for capital improvements at the United States Merchant Marine Academy, and \$7,063,000 shall remain available until September 30, 2005 for state maritime schoolship maintenance and repair.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**Program and Financing (in millions of dollars)**

Identification code 69-1750-0-1-403	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Merchant Marine Academy .....	43	50	55
00.02 State marine schools .....	7	7	10
00.03 MARAD operations .....	34	36	39
01.00 Subtotal, Direct program .....	84	93	104
09.01 Reimbursable program .....	138	50	50
10.00 Total new obligations .....	222	143	154
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	4	7	7
22.00 New budget authority (gross) .....	226	143	154
23.90 Total budgetary resources available for obligation	230	150	161
23.95 Total new obligations .....	-222	-143	-154
24.40 Unobligated balance carried forward, end of year .....	7	7	8
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	89	93	104
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	33	50	50
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	104		
68.90 Spending authority from offsetting collections (total discretionary) .....	137	50	50
70.00 Total new budget authority (gross) .....	226	143	154
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	16	23	22
73.10 Total new obligations .....	222	143	154
73.20 Total outlays (gross) .....	-120	-145	-154
73.40 Adjustments in expired accounts (net) .....	7		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-104		
74.40 Obligated balance, end of year .....	23	22	24
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	109	129	138
86.93 Outlays from discretionary balances .....	11	16	16

87.00 Total outlays (gross) .....	120	145	154
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Ready Reserve Force/National Defense Reserve Fleet .....	-27	-32	-32
88.00 Merchant Marine Academy .....	-2	-2	-2
88.00 Title XI administrative expenses .....	-4	-4	-4
88.00 Marine Board research program and others .....	-2	-12	-12
88.90 Total, offsetting collections (cash) .....	-33	-50	-50
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-104		

<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	89	93	104
90.00 Outlays .....	89	95	104

<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	2	4	4
99.01 Outlays .....	2	4	4

This appropriation finances costs incurred by headquarters and region staffs in the administration and direction of Maritime Administration programs; the total cost of officer training at the U.S. Merchant Marine Academy as well as Federal financial support to six state maritime academies; planning for coordination of U.S. maritime industry activities under emergency conditions; activities promoting port and intermodal development; activities under the American Fisheries Act; and Federal technology assessment projects designed to achieve advancements in ship design, construction and operations.

Within the total Operations and Training budget request of \$104 million, the U.S. Merchant Marine Academy will use \$13 million, primarily to accelerate its major design and construction project awards, as indicated in its ten-year capital improvement plan.

**Object Classification (in millions of dollars)**

Identification code 69-1750-0-1-403	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	34	35	36
11.3 Other than full-time permanent .....	3	3	3
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	38	39	40
12.1 Civilian personnel benefits .....	8	9	9
21.0 Travel and transportation of persons .....	1	1	1
23.1 Rental payments to GSA .....	3	3	3
23.3 Communications, utilities, and miscellaneous charges .....	2	2	2
25.2 Other services .....	12	16	24
25.3 Other purchases of goods and services from Government accounts .....	5	6	6
25.4 Operation and maintenance of facilities .....	8	9	11
26.0 Supplies and materials .....	3	4	4
31.0 Equipment .....	2	2	2
41.0 Grants, subsidies, and contributions .....	2	2	2
99.0 Direct obligations .....	84	93	104
99.0 Reimbursable obligations .....	138	50	50
99.9 Total new obligations .....	222	143	154

**Personnel Summary**

Identification code 69-1750-0-1-403	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	432	484	488
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	427	470	470

## General and special funds—Continued

## SHIP DISPOSAL

For necessary expenses related to the disposal of obsolete vessels in the National Defense Reserve Fleet of the Maritime Administration, \$11,422,000, to remain available until expended.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared. The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

## Program and Financing (in millions of dollars)

Identification code 69-1768-0-1-403	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Ship disposal .....		11	11
10.00 Total new obligations (object class 25.2) .....		11	11
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		11	11
23.95 Total new obligations .....		-11	-11
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....		11	11
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....			5
73.10 Total new obligations .....		11	11
73.20 Total outlays (gross) .....		-6	-12
74.40 Obligated balance, end of year .....		5	5
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....		6	6
86.93 Outlays from discretionary balances .....			6
87.00 Total outlays (gross) .....		6	12
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....		11	11
90.00 Outlays .....		6	12

The Ship disposal program provides resources to dispose of obsolete merchant-type vessels in the National Defense Reserve Fleet (NDRF), which the Maritime Administration is required by law to dispose of by the end of 2006. There is a backlog of over 130 ships awaiting disposal as of December 2002. These vessels, many of which are 50 years in age, pose significant environmental threat due to the presence of hazardous substances such as asbestos and solid and liquid polychlorinated biphenyls (PCBs).

## MARITIME SECURITY PROGRAM

For necessary expenses to maintain and preserve a U.S.-flag merchant fleet to serve the national security needs of the United States, \$98,700,000, to remain available until expended.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

## Program and Financing (in millions of dollars)

Identification code 69-1711-0-1-054	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....	96	99	99
10.00 Total new obligations (object class 41.0) .....	96	99	99
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1	3	3
22.00 New budget authority (gross) .....	99	99	99
23.90 Total budgetary resources available for obligation .....	100	102	102
23.95 Total new obligations .....	-96	-99	-99
24.40 Unobligated balance carried forward, end of year .....	3	3	3

## New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation .....	99	99	99
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	8	8	8
73.10 Total new obligations .....	96	99	99
73.20 Total outlays (gross) .....	-96	-100	-99
74.40 Obligated balance, end of year .....	8	8	8
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	88	92	92
86.93 Outlays from discretionary balances .....	8	8	7
87.00 Total outlays (gross) .....	96	100	99
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	99	99	99
90.00 Outlays .....	96	100	99

The Maritime Security Program provides resources to maintain a U.S.-flag merchant fleet crewed by U.S. citizens to serve both the commercial and national security needs of the United States. The program provides direct payments to U.S.-flag ship operators engaged in U.S.-foreign trade. Participating operators are required to keep the vessels in active commercial service and are required to provide intermodal sealift support to the Department of Defense in times of war or national emergency.

## SHIP CONSTRUCTION

## Program and Financing (in millions of dollars)

Identification code 69-1708-0-1-403	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	4	2	4
22.00 New budget authority (gross) .....	-2		
23.90 Total budgetary resources available for obligation .....	2	2	4
24.40 Unobligated balance carried forward, end of year .....	2	4	4
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.36 Unobligated balance rescinded .....	-4		
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	2		
70.00 Total new budget authority (gross) .....	-2		
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	-4		
90.00 Outlays .....	-2		

The Ship Construction account is currently inactive except for determinations regarding the use of vessels built under the program, final settlement of open contracts, and closing of financial accounts.

OPERATING-DIFFERENTIAL SUBSIDIES  
(LIQUIDATION OF CONTRACT AUTHORITY)

## Program and Financing (in millions of dollars)

Identification code 69-1709-0-1-403	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	125	125	125
24.40 Unobligated balance carried forward, end of year .....	125	125	125
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	37	32	2

73.20	Total outlays (gross) .....	-5	-31	-2
74.40	Obligated balance, end of year .....	32	2	
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	5	31	2
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	5	31	2

The Operating-Differential Subsidies (ODS) account helped to maintain a U.S.-flag merchant fleet to serve both the commercial and national security needs of the U.S. by providing operating subsidies to U.S.-flag ship operators to offset certain differences between U.S. and foreign operating costs. This program has been replaced by the Maritime Security Program.

OCEAN FREIGHT DIFFERENTIAL

Program and Financing (in millions of dollars)

Identification code 69-1751-0-1-403	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	Ocean freight differential .....	54	45	38
10.00	Total new obligations (object class 22.0) .....	54	45	38
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	113	164	
22.00	New budget authority (gross) .....	157	-119	83
22.10	Resources available from recoveries of prior year obligations .....	131		
22.60	Portion applied to repay debt .....	-58		
22.75	Balance of contract authority withdrawn .....	-124		
23.90	Total budgetary resources available for obligation .....	219	45	83
23.95	Total new obligations .....	-54	-45	-38
24.40	Unobligated balance carried forward, end of year .....	164		45
<b>New budget authority (gross), detail:</b>				
Mandatory:				
60.00	Appropriation .....	109	-164	45
67.10	Authority to borrow .....	48	45	38
70.00	Total new budget authority (gross) .....	157	-119	83
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	134		
73.10	Total new obligations .....	54	45	38
73.20	Total outlays (gross) .....	-58	-45	-38
73.45	Recoveries of prior year obligations .....	-131		
<b>Outlays (gross), detail:</b>				
86.97	Outlays from new mandatory authority .....	58	45	38
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	157	-119	83
90.00	Outlays .....	58	45	38

Public Law 99-198 amended section 901 of the Merchant Marine Act to increase from 50 to 75 percent the amount of agricultural commodities under specified programs that must be carried on U.S.-flag vessels. The increased cost associated with this expanded U.S.-flag shipping requirement stems from higher rates charged by U.S.-flag carriers compared with foreign-flag carriers. The Maritime Administration is required to reimburse the Department of Agriculture for ocean freight differential costs for the added tonnage above 50 percent. These reimbursements are funded through borrowings from the Treasury.

The Maritime Administration's ocean freight differential costs are one portion of the government's cargo preference program. The ocean transportation subsidy costs related to cargo preference for all relevant agencies are presented in the following schedule.

CARGO PREFERENCE PROGRAM COSTS

Status of Contract Authority (in millions of dollars)

Identification code 69-1751-0-1-403	2002 actual	2003 est.	2004 est.	
0600	Balance of contract authority withdrawn .....	-124		

READY RESERVE FORCE

Program and Financing (in millions of dollars)

Identification code 69-1710-0-1-054	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.02	Maintenance and operations .....	6	4	
10.00	Total new obligations (object class 25.2) .....	6	4	
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	10	4	2
23.95	Total new obligations .....	-6	-4	
24.40	Unobligated balance carried forward, end of year .....	4	2	2
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	5	6	6
73.10	Total new obligations .....	6	4	
73.20	Total outlays (gross) .....	-5	-4	
74.40	Obligated balance, end of year .....	6	6	6
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	5	4	
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	5	4	

Funding for the Ready Reserve Force (RRF) account is included in appropriations for the Department of Defense. Management of the RRF remains with MARAD. Reimbursements from the Department of Defense for the RRF account are reflected in MARAD's Vessel Operations Revolving Fund account. Obligations shown above are the spendout of funding appropriated directly to MARAD prior to 1996 for the RRF.

The RRF is comprised of Government-owned, U.S.-flag merchant ships laid up in the National Defense Reserve Fleet (NDRF). The RRF is maintained in an advanced state of readiness to meet surge shipping requirements during a national emergency.

Public enterprise funds:

VESSEL OPERATIONS REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 69-4303-0-3-403	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
09.01	Reimbursable program .....	267	325	325
10.00	Total new obligations .....	267	325	325
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	78	8	8
22.00	New budget authority (gross) .....	178	325	325
22.10	Resources available from recoveries of prior year obligations .....	20		
23.90	Total budgetary resources available for obligation .....	276	333	333
23.95	Total new obligations .....	-267	-325	-325
24.40	Unobligated balance carried forward, end of year .....	8	8	8
<b>New budget authority (gross), detail:</b>				
Discretionary:				
68.00	Spending authority from offsetting collections (gross): Offsetting collections (cash) .....	178	325	325
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	55	39	75

## Public enterprise funds—Continued

## VESSEL OPERATIONS REVOLVING FUND—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 69-4303-0-3-403	2002 actual	2003 est.	2004 est.
73.10 Total new obligations .....	267	325	325
73.20 Total outlays (gross) .....	-264	-289	-332
73.45 Recoveries of prior year obligations .....	-20		
74.40 Obligated balance, end of year .....	39	75	68
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	178	228	228
86.93 Outlays from discretionary balances .....	86	61	104
87.00 Total outlays (gross) .....	264	289	332
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Ready Reserve Force .....	-151	-225	-225
88.00 Activations and deactivations .....	-11	-48	-48
88.00 Afloat Prepositioning Force (APF) and Army Prepositioning Stock (APS) .....	-9	-30	-30
88.00 DOD exercises and other .....	-7	-22	-22
88.90 Total, offsetting collections (cash) .....	-178	-325	-325
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	86	-36	7

The Maritime Administration is authorized to reactivate, operate, deactivate, and charter merchant vessels. These operations are financed through the Vessel Operations Revolving Fund with reimbursements from sponsoring agencies. In addition, the fund is available to finance the necessary expenses to protect, maintain, preserve, acquire, and use vessels involved in mortgage foreclosure or forfeiture proceedings instituted by the United States other than those financed by the Federal Ship Financing Fund or the Maritime Guaranteed Loan (Title XI) Financing Account; and to process advances received from Federal agencies. Also the acquisition and disposal of ships under the trade-in/scrap-out program is financed through this account.

Reimbursements from other Federal agencies also pay for various DOD/Navy-sponsored activities, such as the operation of activated RRF vessels, installation of sealift enhancement features and other special projects. The Vessel Operations Revolving Fund account includes DOD/Navy reimbursements for the RRF account. DOD/Navy funding for RRF provides for additional RRF vessels, RRF ship activations and deactivations, maintaining RRF ships in an advanced state of readiness, berthing costs, capital improvements at fleet sites, and other RRF support costs.

## Object Classification (in millions of dollars)

Identification code 69-4303-0-3-403	2002 actual	2003 est.	2004 est.
21.0 Travel and transportation of persons .....	3	3	3
23.3 Communications, utilities, and miscellaneous charges .....	21	21	21
24.0 Printing and reproduction .....	2	2	2
25.2 Other services .....	203	261	261
26.0 Supplies and materials .....	36	36	36
31.0 Equipment .....	1	1	1
42.0 Insurance claims and indemnities .....	1	1	1
99.9 Total new obligations .....	267	325	325

## WAR RISK INSURANCE REVOLVING FUND

## Program and Financing (in millions of dollars)

Identification code 69-4302-0-3-403	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....		1	1
10.00 Total new obligations (object class 25.2) .....		1	1
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	34	36	37
22.00 New budget authority (gross) .....	2	2	2
23.90 Total budgetary resources available for obligation .....	36	38	39
23.95 Total new obligations .....		-1	-1
24.40 Unobligated balance carried forward, end of year .....	36	37	38
<b>New budget authority (gross), detail:</b>			
Discretionary:			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash) .....	2	2	2
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	-1		-1
73.10 Total new obligations .....		1	1
73.20 Total outlays (gross) .....	-1	-1	-1
74.40 Obligated balance, end of year .....		-1	-1
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	2	2	2
86.93 Outlays from discretionary balances .....	-1	-1	-1
87.00 Total outlays (gross) .....	1	1	1
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.20 Offsetting collections (cash) from: Interest on Fed- eral securities .....	-2	-2	-2
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	-2	-1	-1
<b>Memorandum (non-add) entries:</b>			
92.01 Total investments, start of year: Federal securities: Par value .....	31	31	36
92.02 Total investments, end of year: Federal securities: Par value .....	31	36	36

The Maritime Administration is authorized to insure against loss or damage from marine war risks until commercial insurance can be obtained on reasonable terms and conditions. This insurance includes war risk hull and disbursements interim insurance, war risk protection and indemnity interim insurance, second seamen's war risk interim insurance, and war risk cargo insurance standby program.

## Credit accounts:

## FEDERAL SHIP FINANCING FUND LIQUIDATING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 69-4301-0-3-403	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating expenses .....	1	1	1
10.00 Total new obligations (object class 25.2) .....	1	1	1
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1		
22.00 New budget authority (gross) .....		1	1
23.90 Total budgetary resources available for obligation .....	1	1	1
23.95 Total new obligations .....	-1	-1	-1
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....		1	1

<b>Change in obligated balances:</b>				
73.10	Total new obligations .....	1	1	1

<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Insurance premiums and fees .....		-1	-1

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....		-1	-1

<b>Status of Guaranteed Loans (in millions of dollars)</b>				
Identification code 69-4301-0-3-403				
		2002 actual	2003 est.	2004 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year .....	182	108	78
2251	Repayments and prepayments .....	-74	-30	-30
2290	Outstanding, end of year .....	108	78	48
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	108	78	48

The Merchant Marine Act of 1936, as amended, established the Federal Ship Financing Fund to assist in the development of the U.S. merchant marine by guaranteeing construction loans and mortgages on U.S.-flag vessels built in the United States. No new commitments for loan guarantees are projected for the Federal Ship Financing Fund as this Fund is used only to underwrite guarantees made under the Title XI loan guarantee program prior to 1992.

<b>Statement of Operations (in millions of dollars)</b>					
Identification code 69-4301-0-3-403					
		2001 actual	2002 actual	2003 est.	2004 est.
0101	Revenue .....	2	1	1	
0102	Expense .....	-2	-1	-1	
0105	Net income or loss (-) .....				

<b>Balance Sheet (in millions of dollars)</b>					
Identification code 69-4301-0-3-403					
		2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>					
1101	Federal assets: Fund balances with Treasury .....	1			
1206	Non-Federal assets: Receivables, net .....				
1803	Other Federal assets: Property, plant and equipment, net .....				
1999	Total assets .....	1			
<b>LIABILITIES:</b>					
2104	Federal liabilities: Resources payable to Treasury .....	1			
2201	Non-Federal liabilities: Accounts payable .....				
2999	Total liabilities .....	1			
<b>NET POSITION:</b>					
3300	Cumulative results of operations .....				
3999	Total net position .....				
4999	Total liabilities and net position .....	1			

**MARITIME GUARANTEED LOAN (TITLE XI) PROGRAM ACCOUNT**

For administrative expenses to carry out the guaranteed loan program, not to exceed \$4,498,000, which shall be transferred to and merged with the appropriation for Operations and Training.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

**General Fund Credit Receipt Accounts (in millions of dollars)**

Identification code 69-1752-0-1-403				
		2002 actual	2003 est.	2004 est.
0101	Maritime (Title XI) loan program, downward reestimates of subsidies .....	6	59	

<b>Program and Financing (in millions of dollars)</b>				
Identification code 69-1752-0-1-403				
		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.02	Loan guarantee subsidy .....	15	21	
00.07	Reestimates of loan guarantee subsidy .....	191	66	
00.08	Interest on reestimates of loan guarantee subsidy .....	17	5	
00.09	Administrative expense .....	4	4	4
10.00	Total new obligations .....	227	96	4

<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	7	21	
22.00	New budget authority (gross) .....	240	75	4
23.90	Total budgetary resources available for obligation .....	247	96	4
23.95	Total new obligations .....	-227	-96	-4
24.40	Unobligated balance carried forward, end of year .....	21		

<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	37	4	4
40.36	Unobligated balance rescinded .....	-5		
43.00	Appropriation (total discretionary) .....	32	4	4
Mandatory:				
60.00	Appropriation .....	208	71	
70.00	Total new budget authority (gross) .....	240	75	4

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	51	28	
73.10	Total new obligations .....	227	96	4
73.20	Total outlays (gross) .....	-250	-124	-4
74.40	Obligated balance, end of year .....	28		

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	4	4	4
86.93	Outlays from discretionary balances .....	38	49	
86.97	Outlays from new mandatory authority .....	208	71	
87.00	Total outlays (gross) .....	250	124	4

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	240	75	4
90.00	Outlays .....	250	124	4

**Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)**

Identification code 69-1752-0-1-403				
		2002 actual	2003 est.	2004 est.
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Risk category 1A .....			
215002	Risk category 1B .....			
215003	Risk category 1C .....			
215004	Risk category 2A .....	36	40	
215005	Risk category 2B .....	185	277	
215006	Risk category 2C .....	4	21	
215007	Risk category 3 .....			
215901	Total loan guarantee levels .....	225	338	
Guaranteed loan subsidy (in percent):				
232001	Risk category 1A .....	1.77	1.69	0.00
232002	Risk category 1B .....	2.28	2.22	0.00
232003	Risk category 1C .....	2.77	2.76	0.00
232004	Risk category 2A .....	4.34	4.37	0.00
232005	Risk category 2B .....	5.91	5.98	0.00
232006	Risk category 2C .....	7.46	7.57	0.00
232007	Risk category 3 .....	12.40	12.74	0.00
232901	Weighted average subsidy rate .....	6.22	6.21	0.00
Guaranteed loan subsidy budget authority:				
233001	Risk category 1A .....			
233002	Risk category 1B .....			
233003	Risk category 1C .....			
233004	Risk category 2A .....	1		

## Credit accounts—Continued

MARITIME GUARANTEED LOAN (TITLE XI) PROGRAM ACCOUNT—  
ContinuedSummary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in  
millions of dollars)—Continued

Identification code 69-1752-0-1-403	2002 actual	2003 est.	2004 est.
233005 Risk category 2B .....	12		
233006 Risk category 2C .....	1		
233007 Risk category 3 .....			
233901 Total subsidy budget authority .....	14		
Guaranteed loan subsidy outlays:			
234001 Risk category 1A .....			
234002 Risk category 1B .....			
234003 Risk category 1C .....			
234004 Risk category 2A .....	18	27	
234005 Risk category 2B .....	13	21	
234006 Risk category 2C .....		1	
234007 Risk category 3 .....			
234901 Total subsidy outlays .....	31	49	
Guaranteed loan upward reestimate subsidy budget authority:			
235008 MARAD upward reestimate .....	208	71	
235901 Total upward reestimate budget authority .....	208	71	
Guaranteed loan upward reestimate subsidy outlays:			
236008 MARAD upward reestimate .....	208	71	
236901 Total upward reestimate subsidy outlays .....	208	71	
Guaranteed loan downward reestimate subsidy budget authority:			
237008 MARAD downward reestimate .....	6	59	
237901 Total downward reestimate subsidy budget authority .....	6	59	
Guaranteed loan downward reestimate subsidy outlays:			
238008 MARAD downward reestimate .....	6	59	
238901 Total downward reestimate subsidy outlays .....	6	59	
Administrative expense data:			
351001 Budget authority .....	4	4	4
359001 Outlays from new authority .....	4	4	4

This program provides for guaranteed loans for purchasers of ships from the U.S. shipbuilding industry and for modernization of U.S. shipyards.

As required by the Federal Credit Reform Act of 1990, this account includes the subsidy costs associated with the loan guarantee commitments made in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Funds for administrative expenses for the Title XI program are appropriated to this account, then transferred by reimbursement to the Operations and Training account to be obligated and outlayed. The schedule above shows the post-transfer amounts for 2002. For 2003 and 2004, the schedule displays pre-transfer amounts in order to comply with the Federal Credit Reform Act of 1990.

In an effort to reduce corporate subsidies, no new funds for loan guarantees are requested for 2004.

## Object Classification (in millions of dollars)

Identification code 69-1752-0-1-403	2002 actual	2003 est.	2004 est.
25.2 Other services .....	4	4	4
41.0 Grants, subsidies, and contributions .....	223	92	
99.9 Total new obligations .....	227	96	4

## MARITIME GUARANTEED LOAN (TITLE XI) FINANCING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 69-4304-0-3-999	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.03 Defaults .....	365	35	35
Downward re-estimates:			
08.02 Downward re-estimates .....	4	39	
08.04 Interest on downward re-estimates .....	2	20	
08.91 Subtotal, downward re-estimates .....	6	59	
10.00 Total new obligations .....	371	94	35
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	260	225	315
22.00 New financing authority (gross) .....	484	213	52
22.60 Portion applied to repay debt .....	-148	-29	
23.90 Total budgetary resources available for obligation .....	596	409	367
23.95 Total new obligations .....	-371	-94	-35
24.40 Unobligated balance carried forward, end of year .....	225	315	332
<b>New financing authority (gross), detail:</b>			
Mandatory:			
67.10 Authority to borrow .....	169		
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	315	213	52
70.00 Total new financing authority (gross) .....	484	213	52
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	8		
73.10 Total new obligations .....	371	94	35
73.20 Total financing disbursements (gross) .....	-379	-94	-35
87.00 Total financing disbursements (gross) .....	379	94	35
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Program account .....	-31	-49	
88.00 Federal sources: Payments from program account—Upward reestimate .....	-208	-71	
88.25 Interest on uninvested funds .....	-23	-25	-20
Non-Federal sources:			
88.40 Loan Repayment .....	-16	-40	-30
88.40 Fees and other payments .....	-37	-28	-2
88.90 Total, offsetting collections (cash) .....	-315	-213	-52
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	169		
90.00 Financing disbursements .....	65	-119	-17

## Status of Guaranteed Loans (in millions of dollars)

Identification code 69-4304-0-3-999	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	563		
2121 Limitation available from carry-forward .....		338	
2143 Uncommitted limitation carried forward .....	-338		
2150 Total guaranteed loan commitments .....	225	338	
2199 Guaranteed amount of guaranteed loan commitments .....	225	338	
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	4,738	4,176	4,404
2231 Disbursements of new guaranteed loans .....	225	338	
2251 Repayments and prepayments .....	-65	-75	-75
Adjustments:			
2262 Terminations for default that result in acquisition of property .....	-365	-35	-35
2264 Other adjustments, net .....	-357		
2290 Outstanding, end of year .....	4,176	4,404	4,294

Memorandum:

2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	4,176	4,404	4,294
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As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet** (in millions of dollars)

Identification code 69-4304-0-3-999	2001 actual	2002 actual	2003 est.	2004 est.	
<b>ASSETS:</b>					
Federal assets:					
1101	Fund balances with Treasury .....	267	225	250	275
1106	Investments in US securities: Receivables, net .....	132	400	350	300
1999	Total assets .....	399	625	600	575
<b>LIABILITIES:</b>					
2101	Federal liabilities: Accounts payable .....	6	29		
2204	Non-Federal liabilities: Liabilities for loan guarantees .....	393	596	600	575
2999	Total liabilities .....	399	625	600	575
4999	Total liabilities and net position .....	399	625	600	575

**ADMINISTRATIVE PROVISIONS—MARITIME ADMINISTRATION**

Notwithstanding any other provision of this Act, the Maritime Administration is authorized to furnish utilities and services and make necessary repairs in connection with any lease, contract, or occupancy involving Government property under control of the Maritime Administration, and payments received therefore shall be credited to the appropriation charged with the cost thereof: Provided, That rental payments under any such lease, contract, or occupancy for items other than such utilities, services, or repairs shall be covered into the Treasury as miscellaneous receipts.

No obligations shall be incurred during the current fiscal year from the construction fund established by the Merchant Marine Act, 1936, or otherwise, in excess of the appropriations and limitations contained in this Act or in any prior appropriation Act.

**GENERAL FUND RECEIPT ACCOUNTS**

(in millions of dollars)

	2002 actual	2003 est.	2004 est.	
Offsetting receipts from the public:				
69-085500	Registration, filing, and permit fees, hazardous materials transportation .....	1	1	1
69-272830	Maritime (title XI) loan program, Downward reestimates of subsidies .....	6	59	
69-273530	Alameda corridor, Downward reestimates of subsidies .....		67	
69-276030	Downward reestimates, railroad rehabilitation and improvement program .....		5	
69-309900	Miscellaneous recoveries and refunds, not otherwise classified .....	1		
General Fund	Offsetting receipts from the public .....	8	132	1

**OTHER CONSOLIDATED RECEIPTS ACCOUNTS**

(in millions of dollars)

	2002 actual	2003 est.	2004 est.	
69-977110	Proprietary receipts, Miscellaneous trust funds .....	1		

**TITLE III—GENERAL PROVISIONS**

(INCLUDING TRANSFERS OF FUNDS)

SEC. 301. During the current fiscal year applicable appropriations to the Department of Transportation shall be available for maintenance and operation of aircraft; hire of passenger motor vehicles and aircraft; purchase of liability insurance for motor vehicles operating in foreign countries on official department business; and uniforms, or allowances therefor, as authorized by law (5 U.S.C. 5901-5902).

SEC. 302. Such sums as may be necessary for fiscal year 2004 pay raises for programs funded in this Act shall be absorbed within the levels appropriated in this Act or previous appropriations Acts.

SEC. 303. Appropriations contained in this Act for the Department of Transportation shall be available for services as authorized by 5 U.S.C. 3109, but at rates for individuals not to exceed the per diem rate equivalent to the rate for an Executive Level IV.

SEC. 304. None of the funds in this Act shall be available for salaries and expenses of more than 110 political and Presidential appointees in the Department of Transportation.

SEC. 305. None of the funds in this Act shall be used for the planning or execution of any program to pay the expenses of, or otherwise compensate, non-Federal parties intervening in regulatory or adjudicatory proceedings funded in this Act.

SEC. 306. None of the funds appropriated in this Act shall remain available for obligation beyond the current fiscal year, nor may any be transferred to other appropriations, unless expressly so provided herein.

SEC. 307. The expenditure of any appropriation under this Act for any consulting service through procurement contract pursuant to section 3109 of title 5, United States Code, shall be limited to those contracts where such expenditures are a matter of public record and available for public inspection, except where otherwise provided under existing law, or under existing Executive order issued pursuant to existing law.

SEC. 308. None of the funds in this Act shall be used to implement section 404 of title 23, United States Code.

SEC. 309. The limitations on obligations for the programs of the Federal Transit Administration shall not apply to any authority under 49 U.S.C. 5338, previously made available for obligation, or to any other authority previously made available for obligation.

SEC. 310. (a) No recipient of funds made available in this Act shall disseminate personal information (as defined in 18 U.S.C. 2725(3)) obtained by a State department of motor vehicles in connection with a motor vehicle record as defined in 18 U.S.C. 2725(1), except as provided in 18 U.S.C. 2721 for a use permitted under 18 U.S.C. 2721.

(b) Notwithstanding subsection (a), the Secretary shall not withhold funds provided in this Act for any grantee if a State is in noncompliance with this provision.

SEC. 311. Notwithstanding any other provision of law, airports may transfer, without consideration, to the Federal Aviation Administration (FAA) instrument landing systems (along with associated approach lighting equipment and runway visual range equipment) which conform to FAA design and performance specifications, the purchase of which was assisted by a Federal airport-aid program, airport development aid program or airport improvement program grant: Provided, That, the Federal Aviation Administration shall accept such equipment, which shall thereafter be operated and maintained by FAA in accordance with agency criteria.

SEC. 312. Notwithstanding any other provision of law, and except for fixed guideway modernization projects, funds made available by this Act under "Federal Transit Administration, Major Capital investment grants" for projects specified in this Act or identified in reports accompanying this Act not obligated by September 30, 2006, and other recoveries, shall be made available for other projects under 49 U.S.C. 5309.

SEC. 313. Notwithstanding any other provision of law, any funds appropriated before October 1, 2003, under any section of chapter 53 of title 49, United States Code, that remain available for expenditure may be transferred to and administered under the most recent appropriation heading for any such section.

SEC. 314. Funds received by the Federal Highway Administration, Federal Transit Administration, and Federal Railroad Administration from States, counties, municipalities, other public authorities, and private sources for expenses incurred for training may be credited

## (INCLUDING TRANSFERS OF FUNDS)—Continued

respectively to the Federal Highway Administration's "Federal-Aid Highways" account, the Federal Transit Administration's "Transit Planning and Research" account, and to the Federal Railroad Administration's "Safety and Operations" account, except for State rail safety inspectors participating in training pursuant to 49 U.S.C. 20105.

SEC. 315. None of the funds in this Act shall, in the absence of express authorization by Congress, be used directly or indirectly to pay for any personal service, advertisement, telegraph, telephone, letter, printed or written material, radio, television, video presentation, electronic communications, or other device, intended or designed to influence in any manner a Member of Congress or of a State legislature to favor or oppose by vote or otherwise, any legislation or appropriation by Congress or a State legislature after the introduction of any bill or resolution in Congress proposing such legislation or appropriation, or after the introduction of any bill or resolution in a State legislature proposing such legislation or appropriation: Provided, That this shall not prevent officers or employees of the Department of Transportation or related agencies funded in this Act from communicating to Members of Congress or to Congress, on the request of any Member, or to members of State legislature, or to a State legislature, through the proper official channels, requests for legislation or appropriations which they deem necessary for the efficient conduct of business.

SEC. 316. (a) IN GENERAL.—(1) None of the funds made available in this Act may be expended by an entity unless the entity agrees that in expending the funds the entity will comply with the Buy American Act (41 U.S.C. 10a–10c) or the Buy America Act (49 U.S.C. 5323(j)), as applicable.

(2) None of the funds appropriated or otherwise made available in this Act may be made available to any person or entity convicted of violating the Buy America Act (41 U.S.C. 10a–10c).

(b) SENSE OF THE CONGRESS; REQUIREMENT REGARDING NOTICE.—

(1) Purchase of american-made equipment and products.—In the case of any equipment or product that may be authorized to be purchased with financial assistance provided using funds made available in this Act, it is the sense of the Congress that entities receiving the assistance should, in expending the assistance, purchase only American-made equipment and products to the greatest extent practicable.

(2) Notice to recipients of assistance.—In providing financial assistance using funds made available in this Act, the head of each Federal agency shall provide to each recipient of the assistance a notice describing the statement made in paragraph (1) by the Congress.

(c) PROHIBITION OF CONTRACTS WITH PERSONS FALSELY LABELING PRODUCTS AS MADE IN AMERICA.—If it has been finally determined by a court or Federal agency that any person intentionally affixed a label bearing a "Made in America" inscription, or any inscription with the same meaning, to any product sold in or shipped to the United States that is not made in the United States, the person shall be ineligible to receive any contract or subcontract made with funds made available in this Act, pursuant to the debarment, suspension, and ineligibility procedures described in sections 9.400 through 9.409 of title 48, Code of Federal Regulations.

SEC. 317. Rebates, refunds, incentive payments, minor fees and other funds received by the Department from travel management centers, charge card programs, the subleasing of building space, and miscellaneous sources are to be credited to appropriations of the Department and allocated to elements of the Department using fair and equitable criteria and such funds shall be available until expended.

SEC. 318. Notwithstanding any other provision of law, rule or regulation, the Secretary of Transportation is authorized to allow the issuer of any preferred stock heretofore sold to the Department to redeem or repurchase such stock upon the payment to the Department of an amount determined by the Secretary.

SEC. 319. None of the funds in this Act shall be used to pursue or adopt guidelines or regulations requiring airport sponsors to provide to the Federal Aviation Administration without cost building construction, maintenance, utilities and expenses, or space in airport sponsor-owned buildings for services relating to air traffic control, air navigation or weather reporting: Provided, That the prohibition of funds in this section does not apply to negotiations between the agency and airport sponsors to achieve agreement on "below-market" rates for these items or to grant assurances that require airport sponsors to provide land without cost to the FAA for air traffic control facilities.

SEC. 320. For an airport project that the Administrator of the Federal Aviation Administration (FAA) determines will add critical airport capacity to the national air transportation system, the Administrator is authorized to accept funds from an airport sponsor, including entitlement funds provided under the "Grants-in-Aid for Airports" program, for the FAA to hire additional staff or obtain the services of consultants: Provided, That the Administrator is authorized to accept and utilize such funds only for the purpose of facilitating the timely processing, review, and completion of environmental activities associated with such project.

SEC. 321. The federal share of funds available for new fixed guideway projects under 49 U.S.C. 5309, after September 30, 2004, shall not be more than 50 percent: Provided, That this limitation shall not apply to projects for which a full funding grant agreement has been executed prior to October 1, 2004.

SEC. 322. Amounts made available in this or any other Act that the Secretary determines represent improper payments by the Department of Transportation to a third party contractor under a financial assistance award, which are recovered pursuant to law, shall be available for the following—

(a) to reimburse the actual expenses incurred by the Department of Transportation in recovering improper payments;

(b) to pay contractors for services provided in recovering improper payments; and

(c) amounts in excess of that required for subsections (a) and (b):

(1) shall be credited to and merged with the appropriation from which the improper payments were made, and shall be available for the purposes and period for which such appropriations are available; or

(2) if no such appropriation remains available, shall be deposited in the Treasury as miscellaneous receipts.

For purposes of this section, the term, "improper payments," has the same meaning as that provided in section 2(d)(2) of Pub. L. 107–300.

SEC. 323. The Secretary of Transportation is authorized to transfer the unexpended balances available for the bonding assistance program from the Office of the Secretary, Salaries and Expenses account to the Minority Business Outreach account.

SEC. 324. Notwithstanding sections 41732(b), 41733, 41734(b)–(h), 41735, 41736, and 41742 of subchapter II of Chapter 417 of title 49, United States Code, and section 332 of Public Law 106–69, subsidies for essential air service, or ground or other services supporting such transportation, shall be provided as follows:

(a) The Secretary shall rank all subsidized points that are willing and able to provide 25% of their subsidy need from non-Federal sources, except that points that are more than 210 highway miles from the nearest large or medium hub airport shall be willing and able to provide only 10% of their subsidy need from non-Federal sources, in their order of relative decreasing highway distance from the nearest large/medium or small hub airport, making allowances for the fact that a small hub airport provides less connection to the national air transportation system than does a large/medium hub. As used herein, "highway distance" means the shortest driving distance as determined by the Federal Highway Administration.

(b) The Secretary shall provide subsidy first to the most isolated community, as determined in subsection (a), that requires subsidy and is willing and able to provide the portion of its subsidy need from non-Federal sources specified in paragraph (a), and then the next most isolated community requiring subsidy and willing and able to provide the portion of its subsidy need from non-Federal sources as specified in paragraph (a), and so on, in order, until the Secretary has obligated not more than \$50,000,000 for subsidy in fiscal year 2004, which shall come from the amounts received by the Federal Aviation Administration credited to the account established under 49 U.S.C. 45303.

(c) If a community becomes eligible to receive subsidy after the Secretary makes the determinations in subsections (a) and (b) of this section, the Secretary shall determine the community's eligibility for subsidy in accordance with those subsections, making whatever recalculations are required. In making such recalculations, the Secretary may deny subsidy for any time in the future to any community already receiving subsidy.

(d) The limitation in section 209 of P.L. 106–181 is repealed.

(e) There are no minimum service requirements for eligible places. Service may consist, among others, of ground transportation, single-

*engine, single-pilot operations, air taxi, charter service, or regionalized service.*

*(f) In determining between or among carriers competing to provide service at a community, the Secretary shall consider the relative subsidy requirements of the carriers.*

*SEC. 325. Beginning in fiscal year 2004 and thereafter, the Secretary may use up to 1 percent of the amounts made available to carry out sections 5307, 5309, and 5311 of title 49, U.S.C. for oversight activities under 49 U.S.C. 5327.*